

# **PUBLIC DISCLOSURE**

**May 27, 2008**

## **COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION**

**Republic Bank & Trust Company  
Certificate # 23627**

**601 West Market Street  
Louisville, Kentucky 40202**

**Federal Deposit Insurance Corporation  
Division of Supervision and Consumer Protection  
Chicago Regional Office  
500 West Monroe Street, Suite 3500  
Chicago, Illinois 60661**

**NOTE:** This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

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## INSTITUTION RATING

***INSTITUTION'S CRA RATING:*** This institution is rated **Needs to Improve**.

The substantive violations of Regulation B, which implements the Equal Credit Opportunity Act, lowered the overall rating of the institution to Needs to Improve. An institution rated in this group needs to improve its overall record of helping to meet the credit needs of its assessment areas, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

Otherwise, Republic Bank & Trust Company has a satisfactory record of helping to meet the credit needs of its assessment area, particularly to low- and moderate-income individuals and small businesses, in a manner consistent with its resources and capabilities. The CRA rating is supported by the following:

### Lending Test

- Lending levels reflect good responsiveness to assessment area credit needs.
- A high percentage of residential and small business loans were originated within the bank's assessment areas.
- The distribution of loans to borrowers reflects, given the product lines offered by the institution, good penetration among retail customers of different income levels and to business customers of different sizes.
- The geographic distribution of residential and small business loans reflects adequate penetration throughout the assessment areas.
- The bank has made a relatively high level of community development loans, and makes use of innovative and flexible lending practices in order to serve assessment area credit needs.

### Investment Test

- The bank has a significant level of qualified community development investments and grants. The bank actively seeks out potential investment opportunities, and the bank's investments vary in complexity.

### Service Test

- Retail banking services, through the use of branches, ATMs, telephone, and internet banking are reasonably accessible to essentially all portions of the bank's assessment areas.
- The bank provides a relatively high level of community development services to organizations throughout the assessment area, particularly in Jefferson County.

## LENDING, INVESTMENT, AND SERVICE TEST TABLE

*The following table indicates the performance level of **Republic Bank & Trust Company** with respect to the lending, investment, and service tests.*

PERFORMANCE LEVELS	Republic Bank & Trust Company		
	PERFORMANCE TESTS		
	Lending Test	Investment Test	Service Test
Outstanding			
High Satisfactory		X	X
Low Satisfactory			
Needs to Improve	X		
Substantial Noncompliance			

## DESCRIPTION OF INSTITUTION

Republic Bank & Trust Company (Republic) is headquartered in Louisville (Jefferson County), Kentucky and is a wholly-owned subsidiary of Republic Bancorp, Inc., a multi-bank holding company also based in Louisville, Kentucky. In addition to Republic Bank, Republic Bancorp owns Republic Bank, Port Richey, Florida (\$86 million in total assets). Other Republic Bancorp subsidiaries include Republic Invest Co., Republic Capital LLC, Republic Bancorp Capital Trust, and TRS RAL Funding LLC. These four active subsidiaries were established to administer the bank's Refund Anticipation Loan program. The other two subsidiaries, Republic Insurance Agency LLC and Republic Financial Services, Inc., are inactive. Republic Bancorp reported total assets of \$3.1 billion, as of March 31, 2008. The company's common stock is traded publicly on the NASDAQ Stock Market. Republic Bancorp is the largest independent bank holding company in Kentucky.

According to the Consolidated Report of Condition dated March 31, 2008, the bank had total assets of \$3,049,496,000 and total loans of \$2,317,629,000. On the same date, the institution reflected a total loan-to-asset ratio of 76 percent and a total loan-to-deposit ratio of 131 percent. As of December 31, 2007, the bank operated 37 full-service banking offices throughout its assessment areas (Bullitt, Daviess, Fayette, Franklin, Hardin, Jefferson, Kenton, Oldham, Scott, Shelby, and Warren Counties in Kentucky and Floyd and Scott Counties in Indiana). One office closed during February 2008. The bank also maintains 59 automated teller machines (ATMs) throughout its assessment areas. A distribution of Republic's branch and ATM delivery systems can be found in Appendix F.

Republic offers a variety of loan and deposit products that address the financial needs that exist within its communities; including programs for first-time homebuyers, new immigrants, low- and moderate-income borrowers, and the unbanked. Republic's primary business focus is residential real estate loans. The bank offers numerous adjustable- and fixed-rate home mortgage products. Program examples include: low or no down payment financing; Federal Home Loan Bank (FHLB) Welcome Home grants (all assessment areas); FHLB American Dream Homeownership Challenge grants (Lexington Metropolitan Statistical Area/Metropolitan Division (MSA/MD)), the Metro Housing Down Payment Assistance program (Louisville Metropolitan Statistical Area/Metropolitan Division (MSA/MD)); government credit programs (including Federal Housing Authority (FHA) and Veteran's Administration (VA) financing); and first time homebuyer plans. These services have had a positive impact on facilitating affordable mortgages in the assessment areas. A significant number of the bank's mortgage loans are sold on the secondary market.

Republic Bank's RAL program, which operates under the name "Refunds Now," has been affiliated with the bank since 1997. A RAL is a short-term demand loan (up to \$8,000) provided to persons who filed their tax return electronically with the Internal Revenue Service. These loans typically mature in about 12 days. The anticipated tax refund secures the loan and serves as the source of repayment. The loan allows a tax filer to receive a portion of his/her refund in as little as 24 hours, versus waiting for the refund. Typically, many refunds are received in two weeks or less. The bank has established third-party relationships with company owned offices of Jackson-Hewitt, Incorporated and those of several thousand independently owned tax preparers.

Collectively, these offices are located throughout the United States. The tax preparer advertises Refunds Now to the tax filers. The tax preparer provides the combined deposit authorization and credit application to the tax filer which has a third-party relationship with Republic Bank. A one-time service fee is charged by the bank, currently ranging from \$34 to \$125, depending on the size of the loan. The Annual Percentage Rate can range from 53 to 517 percent. The RAL program represents a major credit product for Republic; as of June 30, 2008 the bank's 10-Q filed with the Securities and Exchange Commission stated that the bank had originated \$1,780,821,000 in such loans during 2008. Although the bank does not have this amount outstanding at any one time, it is important to recognize that these loans cumulatively represented 77 percent of Republic's total loans as of June 30, 2008, which totaled \$2,308,773,000. (*Source: FDIC 6-30-2008 Call Report*) While a significant lending segment for the first three months of each calendar year, these loans are funded from off-balance sheet resources and are designed to be temporary funding for borrowers from across the 50 United States. The vast majority of these loans are originated outside the bank's assessment areas; therefore, these loans are not individually included in the CRA analysis. Furthermore, the bank has chosen not to collect the data for this loan category in order to have the information evaluated. Substantive violations of Equal Credit Opportunity regulations were identified within the bank's Refund Anticipation Loan program. Despite the type of loan product, substantive violations of this nature adversely affect the Community Reinvestment Act rating, lowering it to a rating of Needs to Improve.

There are no legal or financial impediments that prevent Republic Bank from helping to meet assessment area credit needs. There are no similarly-situated financial institutions with which to compare Republic Bank due to differences in asset sizes, branching networks, product lines, and areas served. The bank operates in a highly competitive environment. According to the FDIC's Division of Research and Statistics, as of June 30, 2007, there were 793 offices of 92 institutions operating in the counties within the bank's assessment areas. Based on 2006 Home Mortgage and CRA Small Business data, there are 791 residential mortgage lenders and 111 small business loan reporters situated within the assessment areas. Of the 791 residential mortgage lenders, Republic Bank ranked 9th with a 1.95 percent market share by number of loans originated. Republic Bank ranked 21st with a 0.77 percent market share for small business loan originations. This data indicates that the bank is an active lender within its assessment areas, but also emphasizes the highly competitive nature of these areas. The Bank received a "Satisfactory" rating at its most recent CRA Evaluation, dated April 10, 2006. Information obtained during recent community contacts indicates that residential lending opportunities exist for affordable housing and participating in home ownership programs by providing counseling and training classes for the participants.

The breakdown of the institution's loan portfolio and financial position is detailed below in Table A. The bank's primary business focus is residential lending, which comprises 61 percent of the loan portfolio.

<b>Table A – Loan Distribution as of 03/31/2008</b>		
<i>Loan Type</i>	<i>Dollar Amount (\$000s)</i>	<i>Percent of Total Loans</i>
Construction and Land Development	132,544	6
Secured by Farmland	4,159	<1
1-4 Family Residential	1,413,570	61
Multi-Family (5 or more) Residential	127,674	5
Commercial	504,637	22
<b>Total Real Estate Loans</b>	<b>2,182,584</b>	<b>94</b>
Commercial and Industrial	86,483	4
Agricultural	0	0
State and Political Obligations	4,120	<1
Consumer	38,567	2
Other	5,875	<1
<b>Total Loans</b>	<b>2,317,629</b>	<b>100</b>

Source: Report of Condition

## SCOPE OF EXAMINATION

Republic is evaluated as a “large bank” as it does not meet the definition of a “small” or “intermediate small” bank as defined by Part 345.12(u) of the FDIC Rules and Regulations which implement the CRA. Large banks are evaluated by incorporating a review of the bank’s lending performance, including community development loans; qualified investment activity; and both retail and community development services. Refer to Appendix D for descriptions of the scope of each performance test.

Republic’s Lending Test performance is based on an analysis of home mortgage, small business and small farm loans reported pursuant to the Home Mortgage Disclosure Act and the CRA data collection requirements for 2006 and 2007. Although Republic’s performance for small farm lending is presented in the Public Evaluation, it is not discussed since it represents a very small portion of the bank’s lending with only a few such loans extended during the evaluation period. Republic’s home mortgage and small business lending performance during 2006 and 2007 represents two years of lending activity and is reflective of the bank’s lending practices since the last evaluation. Republic’s home mortgage and small business lending activity by number of loans extended will be discussed; the dollar volume was reviewed and was generally commensurate with the number volume.

With a stated business focus of residential real estate loans and a large dollar volume of lending concentrated in home mortgage and commercial lending, these two categories of loans were used to analyze performance with regard to the CRA. These two types of lending products are also important to the economic vitality of the assessment area. Refinance and home purchase loans were analyzed throughout the evaluation. Home improvement and multifamily loans were given consideration and are included in Appendix F; however, due to the small volume of these loans, they are not specifically addressed throughout the CRA evaluation. The lending performance for these two products is consistent with the bank's performance with the other residential real estate products. Consumer loans were not reviewed, as the bank did not request consideration for such loans. The bank's community development and innovative and flexible loan programs since the prior evaluation were also considered under the Lending Test. The bank's performance under the Investment and Service Tests considered activities initiated since the prior CRA evaluation.

The CRA regulation requires financial institutions to define an assessment area(s) within which the bank's record of helping to meet the credit needs of its community will be evaluated. The bank has defined seven separate assessment areas, which represent the thirteen counties in which its banking offices are located. In accordance with CRA guidelines, evaluations were prepared to identify performance in the following assessment areas:

- Overall Assessment Area
- Louisville-Jefferson County, KY-IN MSA/MD #31140
- Lexington-Fayette, KY MSA/MD #30460
- Bowling Green, KY MSA/MD #14540
- Elizabethtown, KY MSA/MD #21060
- Owensboro, KY MSA/MD #36980
- Cincinnati-Middletown, OH-KY-IN MSA/MD #17140
- State of Kentucky Non-MSA assessment area (includes Franklin County only)

The Louisville-Jefferson County, KY-IN and Lexington-Fayette, KY MSA/MD's areas will receive full review and evaluation. These areas contain the bank's main office, a significant amount of its deposits (86 percent), and a substantial portion of the bank's total lending (85 percent). The other MSA/MD's and Non-MSA assessment area received a limited review.

A review of FDIC records and the bank's Public CRA file did not reveal any complaints relating to the bank's CRA performance since the prior evaluation. Demographic data from the 2000 U.S. Census is used unless otherwise noted.

## **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS:**

### **LENDING TEST**

Overall, the bank's lending performance reflects good responsiveness to the area's credit needs. Borrower characteristic of residential real estate loans received the most weight in the overall evaluation, as it is the bank's primary business focus and this criterion is the most reflective of the institution's responsiveness to low- and moderate-income borrowers.



## **Lending Activity**

Lending levels reflect good responsiveness to assessment area credit needs. Republic originated and purchased residential real estate loans totaling \$506,430,000 and \$431,600,000 during 2006 and 2007, respectively. There were 3,714 and 3,189 loans originated or purchased during 2006 and 2007, respectively. Small business loan originations equaled 498 totaling \$97,097,000 and 581 totaling \$100,831,000 for 2006 and 2007, respectively. The volume of small farm loan originations was minimal. During 2006, 3 loans were originated in the amount of \$1,617,000 and during 2007 one was originated in the amount of \$253,000. The average loan-to-deposit ratio since the previous evaluation was 131 percent and has remained stable throughout the evaluation period. Borrowings are also used to fund loan growth, given the ratio exceeds 100 percent. The stability of the loan-to-deposit ratio further substantiates Republic's sustained commitment to lending activity within the assessment areas.

## **Assessment Area Concentration**

Republic originated a high percentage of its residential real estate, small business and small farm loans within its assessment area, which reflects good responsiveness to assessment area credit needs. Table B details the percentage by number and dollar volume of HMDA, small business, and farm loans within the assessment area for 2006 and 2007. The percentage of loans originated within the assessment area has remained stable for the two years of lending activity reviewed.

<b>Table B – Distribution of Loans in the Assessment Area</b>								
<b>Loan Type</b>	<b>2006 by Number</b>		<b>2006 by Dollar Volume (000's)</b>		<b>2007 By Number</b>		<b>2007 By Dollar Volume (000's)</b>	
	#	%	\$	%	#	%	\$	%
HMDA Loans	3,362	91	458,361	91	2,924	92	391,910	91
Small Business Loans	468	94	88,922	92	541	93	95,074	94
Small Farm Loans	2	67	1,162	72	1	100	253	100

## **Borrower Characteristics and Geographic Distribution**

Conclusions and brief comments follow in this section. More details for the loan products evaluated and the performance in each assessment area can be found in the separate sections presented later in this evaluation.

### **Borrower Characteristics**

Overall, the distribution of loans to borrowers reflects, given the product lines offered by Republic, good penetration among retail customers of different income levels and business customers of different sizes.

## Geographic Distribution of Lending

Republic's geographic distribution of loans reflects adequate penetration throughout the assessment area.

## Community Development Lending

In view of the opportunities for participation in community development projects and the highly competitive nature of the assessment area, Republic has made a relatively high level of community development loans within the assessment area. The bank's community development lending efforts primarily focus on affordable housing or lending that promotes economic development. Overall, the bank originated 27 qualified community development loans totaling \$44,190,000. There were ten loans (37 percent) originated in low-income geographies in the Louisville, Lexington, and Cincinnati MSA's/MD's, and 12 loans (44 percent) originated in moderate-income geographies in the Louisville, Lexington, and Bowling Green MSA's/MD's. There was one loan totaling \$1,879,000 that was made outside of the bank's assessment area. Community development lending, represented two percent of net loans as of March 31, 2008 (Source: March 31, 2008 Report of Condition).

The level of community development lending by assessment area is detailed in Tables 1a & b of Appendix F. The community development loans predominantly benefited the Louisville MSA and focus on affordable housing and community services for low- and moderate-income residents. Examples of the community development loans are included under the conclusions for each respective MSA/MD.

## Innovative And Flexible Lending Programs

The bank uses innovative and flexible lending practices in order to serve assessment area credit needs. During the review period, the bank originated 1,039 loans totaling almost \$101,000,000 in the assessment areas, with the use of numerous residential lending programs and the Small Business Administration. The level of innovative and flexible lending is higher than that reported in the prior Public Evaluation (April 10, 2006). Loans originated using these programs represent approximately four percent of the bank's net loans reported as of March 31, 2008. The following loan programs represent the primary programs utilized during 2006 and 2007:

**Federal Home Loan Bank (FHLB) Affordable Housing Program** is a program directed to borrowers who maintain incomes at or below 80 percent of the median family income for the MSA. Republic has funded three projects. The projects were located within the Louisville, Lexington, and Cincinnati MSAs.

**Kentucky Housing Corporation** offers supplemental financing in the state of Kentucky. This program requires applicants to meet maximum income requirements (up to 100 percent of the median family income).

**Neighborhood Housing Program** assists low- and moderate-income borrowers to qualify for homeownership. The program features flexible underwriting guidelines, including 100% financing, a minimum borrower contribution of \$500, and higher qualifying ratios including use

of utility payments for credit history. There are purchase price and income limitations to assure the program promotes affordable housing.

**Individual Tax Identification Number (ITIN) Loan Program** assists low- and moderate-income Hispanic borrowers obtain tax ID numbers, and apply and receive home mortgage loans with attractive interest rates, low down-payments, and alternative credit references.

**Promotional Mailer Program** was developed by Republic and offered during the evaluation period. The program targets low- and moderate-income geographies and borrowers and offers the following terms for refinancings: 5.99 percent fixed rate for 30 years with no closing costs. The same offer is made available to realtors, on a non-preapproved basis, in an attempt for the bank to close more loans in low- and/or moderate-income geographies. This offer is available for both home purchase and refinancings.

## INVESTMENT TEST

### Investment and Grant Activity

Republic has a significant level of qualified community development investments and has taken a leadership position, particularly with those investments not frequently provided by private investors. This test considers any donations and investments funded since the prior evaluation of April 10, 2006. Additionally, investments opened during the last evaluation period that remained open during this evaluation period were included in the dollar amounts given consideration. Tables 14a & b of Appendix F detail the investments within each assessment area.

The types of qualified investments held by the bank directly respond to the needs of community development, affordable housing, and small businesses. These are the primary needs in the assessment area according to community contacts made and various community needs assessments conducted during the evaluation period.

Republic's total qualified investments, grants, and donations equal \$19,115,218 and are approximately 8 percent of equity capital of \$249,173,000 and 4 percent of all investments.<sup>1</sup> This includes investments in the assessment areas and outside of the assessment areas. This level of investments is considered excellent given the opportunities in the assessment areas. The institution has made significant investments in low-income housing tax credits, certificates of deposit in a local community development financial institution, qualified mortgage backed securities, and equity investments in community development housing and development organizations. These investments provided permanent financing for low- and moderate-income housing and capital improvements intended to revitalize a portion of the assessment area and provide a foundation for economic development.

Qualifying donations and grants were approximately 0.5 percent of total net operating income<sup>2</sup>. This is a reasonable level of donations in light of the community development investments made in the assessment area. This level of donation and grant activity demonstrates that the institution is seeking qualified entities that assist the community and different groups that provide services to low- and moderate-income persons and areas.

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<sup>1</sup> as of March 31, 2008 Consolidated Report of Condition

<sup>2</sup> as of March 31, 2008 Consolidated Report of Income

## **Responsiveness to Credit and Community Development Needs**

The institution exhibits excellent responsiveness to credit and community economic development needs. The bank has made investments that support low- and moderate-income housing and services. Grant and donation activity is reasonable considering the volume of investments the bank is making in the assessment area. A number of community development organizations are in the assessment area, and the bank is an active participant in all of the major community development and service initiatives.

### **SERVICE TEST**

Overall the retail services and alternative delivery systems provided by the institution are considered consistent with the needs of the assessment area. The bank is highly responsive in developing retail services that focus on the needs of low- and moderate-income customers. The institution's retail services are augmented with a high level of qualified service activity in an effort to respond to the community development needs of its assessment area. Services and delivery systems do not vary in a way that inconveniences certain portions of the assessment areas.

## **Accessibility of Delivery Systems**

The bank's delivery systems are reasonably accessible to essentially all portions of the institution's assessment areas. Refer to Table 15 in Appendix F for a breakdown of the distribution of the bank's offices with respect to the distribution of offices by geography. The institution maintains 37 offices that provide financial services. Two offices are located in low-income geographies and three are in moderate-income geographies. Alternative delivery systems, such as ATMs and drive-up facilities as listed in the description of the institution, do not vary materially among assessment areas. Refer to the separate assessment area sections of this evaluation for further detail.

## **Alternate Delivery Systems**

The bank offers a traditional variety of alternate delivery systems that increase the availability of its loan and deposit products outside of its traditional branch facilities. Most of these delivery systems utilize technology to provide customers with 24-hour access to their accounts and the bank's product information. The bank offers the following electronic methods of alternative delivery systems. These delivery systems are available in all assessment areas.

Republic offers ATM services that use a combination access device (debit card). Customers have fee free access to ATM's throughout the assessment areas. Additional account access is available through the institution's automated telephone banking system, which allows customers to make account inquiries and transfer funds. During business hours customers can contact a customer service representative. In addition, this service features Spanish language options. Also during business hours, customers can make use of lobby internet kiosks to access their account information.

The bank has a general internet site at [www.republicbank.com](http://www.republicbank.com) to service its full range customer base. The site gives 24-hour access to the bank's deposit and loan service offerings. In addition, this secure site gives customers the ability to transfer funds, pay bills, view account information and apply for deposit accounts or loans.

The bank offers a no cost checking account called "Viva" to attract Hispanic depositors. Brochures and ATM services are offered in English and Spanish to increase the accessibility of deposit services to the Hispanic community. The bank currently has 863 accounts totaling \$632,135 for this program. This is an effort to reach out to the unbanked.

Republic maintains two accounts known as "Honor Plus" and "Fresh Start" that are for individuals unable to obtain a traditional bank account due to adverse checking account management histories. The bank currently has 1,739 "Honor Plus" accounts totaling \$532,884 and 652 "Fresh Start" accounts totaling \$90,518.

Republic also maintains a program known as "Currency Connection". This program enables individuals, including low- and moderate-income residents, to receive social security, retirement, public assistance or other recurring benefits without establishing a bank account. The program is available at all banking locations and targets individuals without banking relationships. The bank currently has 2,894 accounts totaling \$839,012.

In 2008, Republic began offering a product called "Military Honors" in all of its assessment areas. To date, 13 accounts totaling \$5,918 have been opened. The product offers a deposit account attached to a line of credit. It was rolled out in response to FDIC's affordable small dollar loan program initiative.

Republic offers a variety of loan and deposit products that address many of the financial needs that exist within its communities. As discussed under the lending test, the bank offers numerous adjustable- and fixed-rate home mortgage products including low and no down payment financing, government programs, first time homebuyer plans, and private mortgage alternatives. A variety of these programs, including FHA and VA financing, are sold on the secondary market. These services have had a positive impact on facilitating affordable mortgages in the assessment areas.

### **Changes in Branch Locations**

Five offices have opened since the previous evaluation. Two branches were opened in Kenton County, which is located within the Cincinnati-Middletown, OH-KY-IN MSA. Three branches were opened within the Louisville-Jefferson County, KY-IN MSA. These three branches were opened in Bullitt and Jefferson Counties in Kentucky and Floyd County in Indiana. Two branches have been closed since the previous exam. One was located in Jefferson County within the Louisville, KY-IN MSA, while the other was located in Franklin County, Kentucky. The current office distribution is consistent with the distribution of the population by income level, which reflects favorably on the bank's Service Test performance.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area(s) Needs**

Services, including business hours, do not vary in a way that inconveniences any portion of the assessment area or any group of individuals. The same services and products are available at all offices throughout the assessment area.

### **Community Development Services**

The bank is a leader in providing community development services. All of the services meet the definition of “community development” and also relate to the provision of financial services required by the regulation for consideration under the CRA. The vast majority of community development services are concentrated in the Louisville MSA. Details on the services offered in each area are reflected within the applicable evaluation sections.

### **Response to Complaints**

A review of FDIC records, as well as the bank’s Public File, did not reveal any complaints relating to the bank’s CRA performance since the prior evaluation.

### **Fair Lending or Other Illegal Credit Practices Review**

A review of the bank’s compliance with the fair lending and Equal Credit Opportunity laws and regulations identified a pattern or practice of substantive violations of Equal Credit Opportunity regulations within the bank’s Refund Anticipation Loan program. These substantive violations involving Sections 202.4(a) and 202.7(a) adversely impacted the Community Reinvestment Act rating, lowering it to a rating of Needs to Improve. Management agreed to take corrective action through changes with procedures, training and monitoring.

## **MULTISTATE METROPOLITAN AREA**

### **CRA RATING FOR LOUISVILLE-JEFFERSON COUNTY, KY-IN METROPOLITAN STATISTICAL AREA/ METROPOLITAN DISTRICT #31140:**

*The Lending Test is rated: **Outstanding.***

*The Investment Test is rated: **High Satisfactory.***

*The Service Test is rated: **High Satisfactory.***

### **SCOPE OF EXAMINATION**

Republic’s Multistate Metropolitan Area is defined as the Louisville-Jefferson County, KY-IN MSA/MD (Louisville MSA). A full-scope review of this area was performed. The Lending Test performance is based on an analysis of home mortgage and small business loans reported pursuant to the Home Mortgage Disclosure Act and the CRA data collection requirements for 2006 and 2007. Republic’s home mortgage and small business lending performance during 2006 and 2007 represents two years of lending activity and is reflective of the bank’s lending practices

since the last evaluation. Republic's home mortgage and small business lending activity by number of loans extended will be discussed; the dollar volume was reviewed and was generally commensurate with the number volume.

With a stated business focus of residential real estate loans and a large dollar volume of lending concentrated in home mortgage and commercial lending, these two categories of loans were used to analyze performance with regard to the CRA. These two types of lending products are also important to the economic vitality of the assessment area. Consumer loans were not reviewed, as the bank did not request consideration for such loans and consumer loans do not constitute a substantial majority of the bank's lending. The bank's community development and innovative and flexible loan programs since the prior evaluation were also considered under the Lending Test. The bank's performance under the Investment and Service Tests considered activities initiated since the prior CRA evaluation.

#### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE LOUISVILLE MSA:**

Republic Bank has designated several counties within the Louisville MSA as its assessment area. The counties are Bullitt, Jefferson, Oldham, and Shelby Counties in Kentucky and Clark and Floyd Counties in Indiana. The assessment area consists of whole geographies and does not arbitrarily exclude any low- or moderate-income areas. All of the geographies are contiguous to one another. The bank has 23 full service banking offices (including the main office) in the Louisville MSA assessment area. Eighteen offices are in Jefferson County, two offices are in Floyd County (IN), one office is in Clark County (IN), one office is in Bullitt County, and one office is in Shelby County. The bank's main office is located in downtown Louisville.

The Louisville MSA encompasses portions of southern Indiana and counties in Kentucky which surround Jefferson County. Louisville is the largest city in Kentucky, with a total population of approximately 1,240,900. This assessment area has 235 geographies; the income categories of which are as follows: 14 low-income; 63 moderate-income; 92 middle-income; and 66 upper-income.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 554 institutions that reported mortgage lending in Republic's Louisville MSA assessment area and the bank was ranked thirteenth with a 1.62 percent market share. The number one lender in the area, Countrywide Home Loans, held a 10.48 percent market share. The second ranked lender, JPMorgan Chase Bank, held a 5.68 percent market share. It should be noted that the leading mortgage lenders in this market are nationally based companies, not locally-owned financial institutions. Competition in the assessment area is strong for all types of residential and small business lending.

The MSA's three chief employment sectors by number of employees are services (39 percent), government (13 percent), and manufacturing (12 percent). The unemployment rate for Louisville is 5.6 percent, lower than the State of Kentucky's unemployment rate of 6.1 percent, as of January 2008. The Louisville economy is expected to struggle in the near term, as steadily declining consumer sentiment and rising gas prices deal another blow to the metro area's struggling auto manufacturing industry. The area is heavily dependent on the auto industry and has been losing manufacturing jobs. After a modest recovery in 2007, the residential real estate market will falter once again in the first half of 2008. Tighter lending standards will

substantially limit mortgage originations and thus the construction of new homes. Turmoil in credit markets will also lead to payroll cuts at financial activities firms throughout 2008, before recovering in the first half of 2009. Credit quality will deteriorate, albeit at a slower pace than the national average, as worsening labor market conditions push delinquency rates higher.<sup>3</sup>

## **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN LOUISVILLE MSA**

### **LENDING TEST**

Overall, Republic exhibits excellent responsiveness to the credit needs of this assessment area, including the needs of the most economically disadvantaged and the smallest of businesses. The rating is supported by the leadership Republic provides through its community development and innovative lending practices.

### **Borrowers' Profile**

Please refer to Tables 8a & b – 12a & b in Appendix F for a complete break down of the bank's lending. The product mix for 2006 was almost evenly distributed between home purchase and home refinance loans. The major product group for 2007 was home purchase loans. In order to evaluate the bank's performance, the percentage of families residing within the respective assessment area is used to represent the potential level of lending opportunities in the assessment area. Additionally, the 2006 aggregate lending data is used to compare the bank's lending levels in relation to residential real estate and small business loan originations reported by lenders subject to the HMDA and CRA data collection requirements within the bank's assessment areas. Aggregate data for 2007 is not currently available.

The borrower income distribution for residential real estate loans is good. Tables 8a & b show that the bank's home purchase lending to the low-income family population<sup>4</sup> has declined slightly from 2006 to 2007. Republic originated 10 percent of its home purchase loans to low-income borrowers in 2006 in this assessment area. This lending level slightly exceeds the adjusted family population and the aggregate home purchase lending levels, each reported at 9 percent. The bank's home purchase lending to moderate-income borrowers in 2006 exceeded the moderate-income family population of 18 percent, with the bank originating 24 percent of its loans to moderate-income borrowers. The bank's performance however, slightly lags the aggregate with a reported home purchase lending distribution to moderate-income borrowers at 25 percent.

The bank's 2007 home purchase lending distribution to low-income borrowers was lower at 8 percent and slightly lags the adjusted low-income family population at 9 percent. Moderate-income home purchase lending performance in 2007, at 27 percent, showed a three percent

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<sup>3</sup> Economy.com and Bureau of Labor Statistics.

<sup>4</sup> Adjusted family population subtracts the families living below the poverty level from the number of total low-income families. According to the 2000 U S Census, 11 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.



increase from 2006 and compared quite favorably to the moderate-income family population of 18 percent.

Tables 10a & b present the bank's refinance lending distribution for 2006 and 2007. Republic originated 9 percent of its refinance lending to low-income borrowers in this assessment area in 2006. This lending is slightly below the aggregate lending level at 10 percent and mirrors the adjusted low-income family population at 9 percent. The bank's refinance lending to moderate-income borrowers in 2006 reflects a distribution of 22 percent exceeding the moderate-income family population at 18 percent and is in line with the aggregate at 22 percent.

The bank's 2007 refinance low-income lending distribution declined modestly to 8 percent; however, the performance reasonably correlated to the adjusted low-income family population of 9 percent. Moderate-income refinance lending performance in 2007, at 18 percent, showed a four percent decrease from 2006 and mirrors the moderate-income family population of this assessment area.

Tables 11a & b present the bank's small business lending distribution for 2006 and 2007. The distribution of Republic's commercial loans among businesses of various sizes is good, with a majority of loans extended in amounts of \$100,000 or less. This volume of very small business loans indicates that the bank is striving to meet the needs of small businesses, with similar performance demonstrated in 2007.

The bank's small business lending for 2006 exceeds the data available from Dun & Bradstreet<sup>5</sup>. The Dun & Bradstreet data indicates that about 62 percent of the businesses in this assessment area had revenues of \$1 million or less. Contrastingly, approximately 85 percent of the bank's commercial loans originated in 2006 were made to small businesses. The bank's 2006 small business lending performance is more than double the aggregate data, which shows that approximately 37 percent of the area's lending went to small businesses. The 2007 distribution of lending to small businesses was slightly better, with 88 percent of the bank's commercial loans originated in 2007 made to small businesses. The bank's figure compares favorably to the 63 percent of small businesses in the assessment area.

### **Geographic Distribution of Lending**

The geographic distribution of lending throughout the assessment area is regarded as adequate. Tables 2a & b – 7a & b in Appendix F display this analysis. For 2006 and 2007, home purchase and refinance loans are within a reasonable range of the owner-occupied housing data. During 2006 and 2007, less than two percent of the owner-occupied housing is located in the low-income census tracts; therefore, as would be expected, the bank has nominal lending in the low-income tracts, reflective of opportunity. In 2006 and 2007, the bank extended approximately one percent of both its home purchase and refinance loans in low-income tracts. Neither the bank's home purchase nor refinance lending in the low-income tracts during 2006 rose to the level of owner-occupied housing (2 percent) or aggregate lending for home purchase and refinance at 2 percent.

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<sup>5</sup> 2006 & 2007 Dun & Bradstreet Business Demographic Data.

The bank's 2007 home purchase lending in moderate-income geographies reflects a positive trend from 2006. In 2006, 13 percent of the bank's home purchase loans were extended in moderate-income geographies. This performance is slightly behind the percentage of owner-occupied housing, at 16 percent, and the aggregate lending performance at 14 percent. However, home purchase lending in 2007, increased to 17 percent, an increase of four percent.

The bank's 2006 refinance lending in the moderate-income geographies, at 15 percent, closely approximated the percentage of owner-occupied housing and the aggregate data, both at 16 percent. In 2007, refinance lending penetration in moderate-income geographies decreased to 13 percent, which is below the 16 percent of owner-occupied housing units located in moderate-income geographies in the assessment area.

The bank's small business lending geographic distribution reflects adequate penetration overall, although the penetration is stronger in the low-income tracts than in moderate-income tracts. In 2006, the bank extended 9 percent of its small business loans in low-income tracts, contrasted against the 4 percent of such businesses located in low-income tracts and the 3 percent lending level reported by the aggregate. The bank's small business lending in moderate-income tracts at 19 percent lags behind the penetration of small businesses in moderate-income tracts at 23 percent, but exceeds the lending level reported by aggregate at 18 percent.

In 2007, the bank continued to perform well with its small business lending penetration in low-income tracts at 8 percent contrasted against the 4 percent of businesses; however, the small business lending in the moderate-income tracts declined to 18 percent contrasted against the 22 percent of businesses located in moderate-income tracts.

### **Community Development Lending**

The bank has sufficient opportunities for participation in community development projects within this assessment area. Republic has extended a high level of community development loans in this assessment area and is a leader in making community development loans. Total community development lending in the Louisville MSA for 2006 and 2007 is 21 loans totaling \$39,901,000. In 2006, the bank financed 15 projects, 6 in low-income, 7 in moderate-income, and 2 in middle-income geographies for approximately \$37,092,000. Community development lending, represented 1.6 percent of net loans as of March 31, 2008 (Source: March 31, 2008 Report of Condition). Included in the 2006 projects were: funding a hospital's indigent care operations for \$12,000,000, multi-family development projects located in low- and moderate-income geographies for a total of \$3,229,000, and \$2,000,000 went towards creating a new community development entity to provide inexpensive financing to small businesses. In 2007, the bank financed 6 projects, 2 in low-income, and 4 in moderate-income geographies for approximately \$2,809,000. Included in the 2007 projects were: the renovation of business property that created jobs in a moderate-income census tract and the purchase, construction, and rehabilitation of several multi-family developments located in low- and moderate-income census tracts.

### **Innovative and Flexible Loan Products**

The institution makes extensive use of flexible lending practices in order to serve assessment area credit needs. Using its ITIN, Neighborhood Housing, Promotional Mailer, KHC, FHA, VA, FHLB grant funds, and other loan programs promoting homeownership, the bank originated 657 loans totaling approximately \$61,344,000 during the evaluation period in this MSA. The majority of these products were originated in Jefferson County.

### **INVESTMENT TEST**

Republic has a significant level of qualified community development investments in this assessment area. As of the evaluation date, the bank has funded approximately \$13,260,095 in investments and donations. This represents approximately 5 percent of equity capital of \$249,173,000 and 2 percent of all investments.<sup>6</sup> The majority of investment activity took place in Jefferson County. The largest investments were in support of low-income housing tax credit projects for a total of \$1,014,570 and the bank maintains two below-market-rate certificates of deposit totaling \$400,000 in a local community development financial institution. In addition, the bank has approximately \$9,000,000 in Community Development Entity (CDE) investments and New Market Tax Credits. The bank made approximately \$90,000 in donations to many different community groups. These groups provided services to low- and moderate-income families and helped with the area's economic development goals.

The bank has displayed good responsiveness to community development needs. A substantial number of community development organizations are in this assessment area, and the bank actively participates in community housing, business development and community service initiatives, making use of innovative investments.

### **SERVICE TEST**

#### **Accessibility of Delivery Systems**

The bank's delivery systems are accessible to essentially all portions of the institution's assessment area. The institution maintains 23 offices that provide financial services. Refer to Tables 15a & b in Appendix F, which details the distribution of the bank's offices by income category of the geography in comparison to the population by geography income level. Two offices (9 percent) are located in low-income geographies and three offices (13 percent) are in moderate-income geographies. These locations generally correlate to the total population located in the low-, moderate-, middle- and upper-income geographies, approximately 5, 20, 44, and 31 percent, respectively.

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<sup>6</sup> as of March 31, 2008 Consolidated Report of Condition

### **Changes in Branch Locations**

Since the last CRA evaluation, three branches were opened within the Louisville, MSA. These three branches were opened in Bullitt and Jefferson Counties in Kentucky and Floyd County in Indiana. One branch located in Jefferson County within the Louisville, MSA has been closed since the previous exam. Republic's record of opening and closing of offices in this assessment area has not adversely affected the accessibility of its delivery systems, particularly in low- and moderate-income geographies or to low- and moderate-income individuals.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services do not vary in any way that inconveniences certain portions of the assessment area, particularly low- and moderate-income geographies. They include ATM, internet, and debit card services, telebanking, bilingual employee assistance, and services developed to facilitate the needs of individuals without banking relationships. These services are described under the Service Test portion of the overall conclusions for all assessment areas.

### **Community Development Services**

The bank has provided a relatively high level of community development services in this assessment area. Bank employees serve on the boards of numerous organizations that provide community development services, including housing for low-income persons and other services. The following table summarizes some of the community development services provided by Republic Bank since the previous evaluation. Bank officers and employees provide technical assistance or serve on the board of many other organizations not listed in the table below.

Republic offers three different types of Individual Development Accounts (IDAs). The first is one in which Republic Bank has formed a partnership with the Center for Women and Families, which administers the Commonwealth Individual Development Act (IDA) Program by accepting deposits for IDAs. These accounts allow low- and moderate-income Jefferson County residents to save money to be used toward the purchase of a home, the establishment of a business, or to cover post-secondary education tuition costs. The Commonwealth will provide a 2 to 1 dollar match on participant savings. Approximately 35 individuals in this assessment area maintain these accounts with approximately \$35,990 in deposits and matching funds from the Commonwealth of Kentucky. Republic has a similar arrangement set up with Community Action of Southern Indiana. Approximately 101 individuals in Floyd County, Indiana maintain CASI Savings accounts totaling approximately \$64,245 of their own funds and matched dollars. The third IDA that Republic maintains is the result of a joint effort with the Louisville Metro Housing Authority. This particular IDA allows residents that have just purchased Section 8 Housing to save for costs associated with being a homeowner (such as home repairs). To date, there are 50 accounts within Jefferson County totaling approximately \$16,950.

The bank is dedicated to providing community development services in the Louisville MSA, particularly in Jefferson County. A majority of the community development services relate to stimulating economic development. A total of 23 bank representatives are actively involved in

21 non-profit organizations that provide economic development initiatives. Table C details some of the bank's involvement in services that promote community development.

<b>Table C - Community Development Services</b>			
<b>Brief Service Description</b>	<b>Bank Sponsored Event, Program or Seminar</b>	<b>Technical Assistance or Director Involvement by Bank Employee</b>	<b>Bank Product or Service</b>
Housing Partnership Inc. of Louisville is a private non-profit that promotes the development and preservation of LMI housing. An officer of the bank is on the Board of Directors.		X	
Habitat for Humanity is an organization that provides housing for low-income families. A bank employee serves on the Board of Directors and other committees.		X	
Dare to Care Food bank is a local food bank that is responsible for delivering 10 million pounds of food annually in and around the Louisville, KY-IN MSA. A bank employee serves as a Director and uses his/her financial and managerial expertise to ensure the food is provided to needy families in the 17 county area.		X	
Individual Development Accounts - The bank maintains three different types of IDAs that benefit LMI individuals by helping them to attain goals such as homeownership or a college education.	X		X
Republic's Viva! checking account is a no-cost checking accounts offered to Hispanic clients to increase deposit services to the Hispanic community, in an attempt to reach out to the unbanked.			X
Honors Plus and Fresh Start accounts are for individuals unable to obtain a traditional bank account due to past banking history. The accounts may benefit LMI individuals, although income information is not collected.			X
Currency Connection is an FDIC insured debit card for individuals, including LMI individuals who do not have formal banking relationships.			X

*Source: Bank Records*

# STATE OF KENTUCKY

## ***CRA RATING FOR KENTUCKY:***

***The Lending Test is rated: High Satisfactory.***

***The Investment Test is rated: High Satisfactory.***

***The Service Test is rated: High Satisfactory.***

## **SCOPE OF EXAMINATION**

Republic's Lending Test performance for the State of Kentucky is based on an analysis of home mortgage, small business and small farm loans reported pursuant to the Home Mortgage Disclosure Act and the CRA data collection requirements for 2006 and 2007. Although Republic's performance for small farm lending is presented in the Public Evaluation, it is not discussed since it represents a very small portion of the bank's lending with only a few such loans extended during the evaluation period. Republic's home mortgage and small business lending performance during 2006 and 2007 represents two years of lending activity and is reflective of the bank's lending practices since the last evaluation. Republic's home mortgage and small business lending activity by number of loans extended will be discussed; the dollar volume was reviewed and was generally commensurate with the number volume.

With a stated business focus of residential real estate loans and a large dollar volume of lending concentrated in home mortgage and commercial lending, these two categories of loans were used to analyze performance with regard to the CRA. These two types of lending products are also important to the economic vitality of the assessment area. Consumer loans were not reviewed, as the bank did not request consideration for such loans and consumer loans do not constitute a substantial majority of the bank's lending. The bank's community development and innovative and flexible loan programs originated since the prior evaluation were also considered under the Lending Test. The bank's performance under the Investment and Service Tests considered activities initiated since the prior CRA evaluation.

Republic Bank's State of Kentucky rating will be assessed based on the bank's performance in the following assessment areas:

- Lexington-Fayette, KY MSA/MD #30460
- Bowling Green, KY MSA/MD #14540
- Elizabethtown, KY MSA/MD #21060
- Owensboro, KY MSA/MD #36980
- Cincinnati-Middletown, OH-KY-IN MSA/MD #17140
- State of Kentucky Non-MSA assessment area

The Lexington-Fayette, KY MSA/MD's (Lexington MSA) will receive full review and evaluation. The Louisville MSA/MD was evaluated and given a separate rating under the section entitled, Multistate Metropolitan Area. These two areas contain the bank's main office, a significant amount of its deposits (86 percent), and a substantial portion of the bank's total lending (85 percent). The other MSA/MD's and Non-MSA assessment area will have a limited review.

**LEXINGTON-FAYETTE, KY METROPOLITAN STATISTICAL  
AREA/METROPOLITAN DISTRICT #30460**

**DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE  
LEXINGTON-FAYETTE, KY MSA/MD # 30460:**

The institution's Lexington MSA assessment area consists of Fayette and Scott Counties. The assessment area consists of whole geographies and does not arbitrarily exclude any low- or moderate-income geographies. The Lexington MSA includes the City of Lexington, which is the second largest city in Kentucky with a population of approximately 448,200. This is the bank's second largest assessment area in terms of banking office presence with six offices.

Sixty-eight geographies are in this assessment area, and the income categories of those geographies are as follows: low-income – 9; moderate-income -13; middle-income – 27; upper-income – 18. One geography is listed as N/A because it consists of the Eastern State Hospital; therefore, no median family income percentile was assigned to it. The entire population of this geography is institutionalized and lives in the hospital; no owner-occupied housing units are located in this geography. Overall, residential and small business lending opportunities are limited in the low-income census tracts due to low owner-occupancy and high poverty levels. Improved lending opportunities are evident in the moderate-income census tracts.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 336 institutions that reported mortgage lending in Fayette and Scott Counties and the bank was ranked eighth with a 3.26 percent market share. The number one lender in the area held an 11.11 percent market share. The second ranked lender held a 4.57 percent market share. Again, the leading residential lenders in this market are nationally based companies. Competition in the assessment area is strong for all types of residential and small business lending.

The MSA's three chief employment sectors by number of employees are services (38 percent), manufacturing (14 percent), and retail (12 percent). The unemployment rate for the Lexington MSA was 4.2 percent, lower than the State of Kentucky's unemployment rate of 5.5 percent, as of January 2008. The Lexington economy has very bright long-term prospects. A highly-educated labor force, low business costs, and a favorable manufacturing composition will lead to above average employment and per capita income growth. Robust population growth is expected to drive demand for goods and services in industries such as retail and health services. A relatively heavy concentration of high-tech industries will be a major driver of income growth and will help attract migrants from other parts of Kentucky and neighboring states.<sup>7</sup>

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<sup>7</sup> Economy.com and the Bureau of Labor Statistics.

## **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN LEXINGTON-FAYETTE, KY MSA/MD #30460**

### **LENDING TEST**

The bank exhibits good responsiveness to the credit needs of this assessment area.

#### **Borrowers' Profile**

Please refer to Tables 8a & b – 12a & b in Appendix F for a complete break down of the bank's lending. The product mix for 2006 was almost evenly distributed between home purchase and home refinance loans. The major product group for 2007 was home purchase loans. In order to evaluate the bank's performance, the percentage of families residing within the respective assessment area is used to represent the potential level of lending opportunities in the assessment area. Additionally, the 2006 aggregate lending data is used to compare the bank's lending levels in relation to residential real estate and small business loan originations reported by lenders subject to the HMDA and CRA data collection requirements within the bank's assessment areas. Aggregate data for 2007 is not currently available.

The borrower income distribution for residential real estate loans is good. Tables 8a & 8b present the bank's home purchase lending distribution for 2006 and 2007. The tables evidence an excellent distribution of home purchase loans to low-income borrowers in 2006, with a distribution of 8 percent contrasted against the adjusted low-income family population<sup>8</sup> and reported aggregate performance, both at 7 percent. Home purchase lending to moderate-income borrowers at 23 percent, significantly exceeded the moderate-income family population of 17 percent and exceeded the reported aggregate performance of 21 percent. Home purchase lending increased to low-income borrowers in 2007, raising the figure to 13 percent and exceeding the adjusted low-income family population at 7 percent. Home purchase lending to moderate-income borrowers increased significantly to 33 percent in 2007 and continued to significantly exceed the moderate-income family population at 17 percent.

Tables 10a & 10b present the bank's refinance lending distribution for 2006 and 2007. The tables show that in 2006, the distribution of the bank's refinance loans to low-income borrowers at 8 percent slightly exceeded the adjusted low-income family population at 7 percent, and approximated aggregate lending at 9 percent. The moderate-income refinance distribution evidenced better performance with the bank originating 21 percent of its refinance loans to moderate-income borrowers as compared to the moderate-income family population of 17 percent and reported aggregate refinance lending at 22 percent. Lending performance in 2007 marked a decrease in lending performance to low-income borrowers, with the bank decreasing its refinance lending distribution to 4 percent for low-income borrowers. This level of performance lags the adjusted low-income family population at 7 percent. The penetration of refinance lending to moderate-income borrowers decreased slightly to 20 percent but continued to exceed the moderate-income family population at 17 percent.

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<sup>8</sup> Adjusted family population subtracts the families living below the poverty level from the number of total low-income families. According to the 2000 U S Census, 13 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.



Tables 11a & 11b present the bank's small business lending distribution for 2006 and 2007. The distribution of Republic's commercial loans among businesses of various sizes is excellent, with 47 percent of loans extended in amounts of \$100,000 or less. This volume of very small business loans indicates that the bank is striving to meet the needs of small businesses, with slightly improved performance demonstrated in 2007 (50 percent).

The bank's small business lending exceeded the data available from Dun & Bradstreet<sup>9</sup>. The Dun & Bradstreet data indicates that about 62 percent of the businesses in the assessment area had revenues of \$1 million or less. Bank lending levels were strong since 88 percent of the bank's commercial loans originated in 2006 were made to these same small businesses. The bank's 2006 small business lending performance is significantly above aggregate data, which shows approximately 36 percent of the area's lending went to small businesses. The 2007 distribution of lending to small businesses improved, increasing 5 percentage points to 93 percent, a figure which compares quite favorably to the 64 percent of small businesses in the assessment area and illustrates the bank's effort to serve the credit needs of small businesses.

### **Geographic Distribution of Lending**

The geographic distribution of lending throughout the assessment area is regarded as good. Tables 2a & b – 7a & b in Appendix F display this analysis. For 2006, the distribution of home purchase and refinance loans are within a reasonable range of the owner-occupied housing data. Approximately four percent of the owner-occupied housing in this assessment area is located in the low-income census tracts. The bank's home purchase lending in low-income tracts at 4 percent mirrored the level of owner-occupied housing at 4 percent and slightly exceeded the aggregate home purchase lending penetration in low-income tracts at 3 percent. Home purchase lending in moderate-income tracts at 15 percent was in line with the level of owner-occupied housing at 15 percent and exceeded the reported aggregate home purchase lending penetration in moderate-income tracts at 12 percent. In 2007, the bank showed marked improvement with its home purchase lending penetration in low-income tracts at 9 percent exceeding the level of owner-occupied housing units in the low-income tracts at 4 percent. The bank's home purchase lending penetration in moderate-income tracts also increased, to 19 percent, exceeding the level of owner-occupied housing in moderate-income tracts by four percentage points.

The bank has demonstrated similar geographic distribution performance in its refinance portfolio, with a modest decrease in performance in the low- and moderate-income tracts in 2007. In 2006, the bank extended 10 percent of its refinance loans within low-income geographies, which is more than double the level of owner-occupied housing units in low-income tracts and the reported aggregate penetration, both at 4 percent. In 2006, 20 percent of Republic's refinance loans were in moderate-income tracts which exceeded the level of owner-occupied housing in these tracts at 15 percent and the reported aggregate penetration of refinance loans in moderate-income tracts at 14 percent. In 2007, the bank's penetration of refinance loans in low-income tracts declined by 3 percent to 7 percent, still exceeding the owner-occupancy level at 4 percent. In moderate-income tracts, the bank's performance decreased by 2 percentage

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<sup>9</sup> 2006 Dun & Bradstreet Business Demographic Data.

points to 18 percent, which still exceeded the percentage of owner-occupied housing units in moderate-income tracts at 15 percent.

Small business lending penetration in the low- and moderate-income geographies in 2006 and 2007 is regarded as adequate; however performance in low-income tracts did decline in 2007, while the bank was able to improve its performance in moderate-income tracts. In 2006, the bank extended 18 percent of its small business loans in low-income geographies, exceeding the presence of small businesses in low-income tracts at 14 percent and aggregate lending performance at 12 percent. In moderate-income geographies, the bank extended 4 percent of its small business loans in moderate-income tracts lagging both the level of small businesses located in moderate-income tracts at 16 percent and the level of small business lending reported by the aggregate at 13 percent. In 2007, the bank experienced a slight decline in its small business penetration to low-income tracts. The bank reported a small business lending penetration of 16 percent in low-income tracts in 2007, a decline of 2 percent, but still exceeding the presence of small businesses in these tracts at 14 percent. In the moderate-income tracts, the bank reported a penetration of 12 percent, lagging the percentage of small businesses in the moderate-income tracts which was reported at 16 percent. Competition for commercial loans is strong and the ability to attract commercial credits without a physical presence in the low- and moderate-income tracts may have impacted the bank's ability to more competitively penetrate the low- and moderate-income tracts.

### **Community Development Lending**

The bank has sufficient opportunities for participation in community development projects within this assessment area. Republic Bank has made an adequate level of community development loans in this assessment area. The bank is a partner with a non-profit organization within this assessment area. As a result of this partnership, Republic has funded three loans which help the corporation revitalize two low-income areas in Lexington and operate a lease purchase program that allows low- and moderate-income families who would not normally qualify for financing to attain home ownership. These three loans total \$1,200,000, which is .05 percent of net loans.

### **Innovative and Flexible Loan Products**

The institution uses flexible lending practices in order to serve assessment area credit needs. Using its ITIN, Neighborhood Housing, Promotional Mailer, KHC, FHA, VA, FHLB grant funds, and other loan programs promoting homeownership, the bank originated 222 loans totaling approximately \$24,884,631 during the evaluation period in Fayette and Scott Counties.

### **INVESTMENT TEST**

Republic Bank has a significant level of qualified community development investments in this assessment area. As of the date of this evaluation, the bank has funded approximately \$3,314,528 in investments and donations. This represents approximately 1 percent of equity

capital of \$249,173,000 and 0.6 percent of all investments.<sup>10</sup> The majority of investment activity took place in Fayette County. The largest investments were in support of low-income housing tax credit projects for a total of \$213,273 and an approximate \$1,039,000 investment in 2 mortgage backed securities containing mortgages to low-and moderate-income borrowers and geographies in the Lexington MSA. In addition, the bank has approximately \$960,000 in Kentucky Reinvestment Fund New Market Tax Credits. The bank made grants and donations to many different groups. These groups provided services to low- and moderate-income families and helped with the area's economic development goals.

The bank has displayed a good responsiveness to community development needs. A substantial number of community development organizations are in this assessment area, and the bank actively participates in community housing, business development and community service initiatives.

## **SERVICE TEST**

### **Accessibility of Delivery Systems**

The bank's delivery systems are reasonably accessible to essentially all portions of the institution's assessment area. The institution maintains 6 offices that provide financial services, refer to Tables 15a & b in Appendix F, which detail the distribution of the bank's offices by census tract income level and related population figures. Four of the offices are located in middle-income geographies and two offices are located in upper-income geographies. About 10, 19, 39, and 32 percent of the population resides in the low-, moderate-, middle-, and upper-income geographies, respectively. The distribution of offices is reasonable in relation to the population distribution percentage by geography.

### **Changes in Branch Locations**

Since the last CRA evaluation, Republic has neither opened nor closed any facilities in this assessment area.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services do not vary in a way that inconveniences certain portions of the assessment area, particularly low- and moderate-income geographies. They include ATM, internet, and debit card services, telebanking, bilingual employee assistance, and services developed to facilitate the needs of individuals without banking relationships. These services are described under the Service Test portion of the overall conclusions for all assessment areas.

### **Community Development Services**

The bank has provided a relatively high level of community development services. One bank employee serves on the board of a non-profit organization that provides community development services, including housing for low-income persons and other services. The following table

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<sup>10</sup> as of March 31, 2008 Consolidated Report of Condition

summarizes some of the community development services provided by Republic Bank since the previous evaluation of April 2006. Bank officers and employees provide technical assistance to many other organizations not listed in the table below.

Most of the bank's community development services in the Lexington MSA are within Fayette County. A majority of the community development services relate to stimulating economic development. Table D details some of the banks involvement in services that promote community development.

<b>Table D - Community Development Services</b>			
<b>Brief Service Description</b>	<b>Bank Sponsored Event, Program or Seminar</b>	<b>Technical Assistance or Director Involvement by Bank Employee</b>	<b>Bank Product or Service</b>
Community Ventures Corporation of Lexington, a certified CDFI, is non-profit that promotes LMI home ownership. An officer of the bank is on the Board of Directors.		X	
An officer of the bank has presented approximately one dozen homeownership seminars in 2007.		X	
A bank officer presented approximately 9 seminars in both Spanish and English on basic financial skills. The seminars were presented in connection with REACH, Inc. a Community Housing Development Organization (CHDO) that is committed to helping low- and moderate-income borrowers obtain affordable housing within Central Kentucky.		X	
VIVA Checking - free checking account for Hispanic Clients in an attempt to reach out to the unbanked.			X
Honors Plus and Fresh Start accounts for individuals unable to obtain a traditional bank account due to past banking history.			X
Currency Connection is an FDIC insured debit card for individuals who do not have formal banking relationships.			X

*Source: Bank Records*

## **BOWLING GREEN, KY METROPOLITAN STATISTICAL AREA/METROPOLITAN DISTRICT #14540**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE BOWLING GREEN, KY MSA/MD # 14540:**

Republic Bank has designated Warren County as a separate assessment area, which represents one of the two counties in the Bowling Green, KY MSA/MD (Bowling Green MSA). Republic Bank operates one banking office in Bowling Green, Kentucky, which is located in an upper-income geography. There is one deposit-accepting ATM in the assessment area.

There are nineteen geographies in this assessment area, and the income categories of those geographies are: moderate-income – 4; middle-income – 11; and upper-income – 4. The population of the assessment area is 92,522, and includes 20 percent low-income and 17 percent moderate-income families. Demographic data can be found in Appendix F.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 199 institutions that reported mortgage lending in Warren County and the bank was ranked eleventh with a 1.95 percent market share. The number one lender in the area held a 10.81 percent market share. The second ranked lender held an 8.69 percent market share. Competition in the assessment area is strong for all types of residential and small business lending.

The MSA's three chief employment industries are services (23 percent), government (17 percent), and manufacturing (16 percent). The unemployment rate in Warren County was 4.3 percent, lower than the State of Kentucky's unemployment rate of 5.5 percent, as of January 2008. The City of Bowling Green was designated as an Enterprise Community by USDA on January 13, 1999. Specifically, three census tracts (101, 102, and 103) within the downtown area are the focus of the Strategic Plan. This will expire at the end of the ten year period, which should be in January 2009<sup>11</sup>.

### **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN THE BOWLING GREEN, KY MSA/MD:**

Two percent of the bank's loans were originated in this assessment area and approximately three percent of the bank's deposits come from the single office in Bowling Green. Therefore, limited-scope procedures were used in evaluating the bank's performance in Warren County, the bank's sole assessment area in the Bowling Green MSA.

### **LENDING TEST**

The bank exhibits good responsiveness to the credit needs of the assessment area.

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<sup>11</sup> Economy.com and the Bureau of Labor Statistics, and [www.bgky.org](http://www.bgky.org).

## **Borrowers' Profile**

Tables 8a & b-12a & b in Appendix F present a breakdown of the bank's lending activity. Based on a review of these tables, the distribution of residential real estate loans by borrower income level is good. In 2006, the bank's major product line in this assessment area was refinance loans. For 2007, the major product line changed to home purchase loans. Tables 8a & 8b evidence borrower distribution performance in the home purchase loan portfolio. In 2006, 3 percent of the bank's loans went to low-income borrowers, which was slightly below the adjusted low-income family population at 4 percent and aggregate lending at 6 percent. Home purchase loans to moderate-income borrowers at 13 percent, also lagged the moderate-income population at 17 percent and the aggregate lending at 18 percent. In 2007, the bank improved its distribution to low-income borrowers, reporting a distribution of 4 percent which equals the adjusted low-income family population. Republic significantly increased its moderate-income lending to 23 percent, which exceeded the moderate-income family population of 17 percent.

Tables 10a & b illustrate the distribution of the bank's refinance portfolio to low- and moderate-income borrowers. In 2006, the bank extended 6 percent of its refinance loans to low-income borrowers, which exceeded the adjusted low-income family population<sup>12</sup> at 4 percent, but approximated aggregate lending at 7 percent. The bank extended 24 percent of its refinance loans to moderate-income borrowers, which is considerably higher than the moderate-income population of 17 percent and aggregate levels (18 percent). In 2007, the bank's refinance lending to low-income borrowers increased to 8 percent, exceeding the adjusted low-income family population of 4 percent. Refinance lending to moderate-income borrowers declined to 13 percent which is lower than the percentage of moderate-income families (17 percent).

Small business lending was limited to six loans in 2006 and increased to seven loans in 2007. The majority of these loans were for amounts \$250,000 or less. Small business lending was limited and not a major product line for the bank in this assessment area.

## **Geographic Distribution of Lending**

Tables 2a & b – 7a & b in Appendix F display the geographic distribution of the bank's loans. As there are no low-income geographies in the assessment area, no data or analysis of low-income tract penetration is presented.

The geographic distribution of lending reflects a good distribution throughout the assessment area, with a strong penetration of residential real estate loans to moderate-income tracts reflected in 2006 and 2007. In 2006, the bank extended 20 percent of its refinance loans in moderate-income geographies, which greatly exceeds the 10 percent of owner-occupied housing units in the moderate-income tracts and aggregate lending levels (8 percent). In 2007, refinance lending in moderate-income tracts increased to 25 percent, strongly surpassing the owner-occupancy housing unit level at 10 percent. In its 2006 home purchase portfolio, the bank reported 23

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<sup>12</sup> Adjusted family population subtracts the families living below the poverty level from the number of total families. According to the 2000 US Census, 16 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.

percent of its loans in moderate-income geographies, exceeding the owner-occupancy level at 10 percent and the reported aggregate lending at 11 percent. In 2007, the bank reported 15 percent of its home purchase loans to moderate-income geographies, which exceeded the owner-occupancy level at 10 percent.

Small business lending was a minor portion of the bank's lending in this assessment area. In 2006 and 2007, small business lending was not quite as strong as residential real estate lending; however, small business lending is not a major product line for this assessment area. In 2006, the bank originated 17 percent of its small business loans in moderate-income geographies, contrasted against the 22 percent of such businesses located in moderate-income tracts and the 21 percent lending level reported by the aggregate. In 2007, the bank originated 14 percent of its small business loans which is lower than the percentage of businesses in moderate-income tracts (22 percent).

### **Community Development Lending**

The bank has some opportunities for participation in community development projects within the assessment area. Republic Bank made one community development loan in this assessment area totaling \$472,000, which is adequate.

### **Innovative and Flexible Loan Products**

The bank makes reasonable use of flexible lending practices in order to serve assessment area credit needs. Using the Neighborhood Housing Program, Promotional Mailer and KHC programs, the bank originated 27 loans totaling approximately \$2,905,000.

## **INVESTMENT TEST**

Republic Bank had an adequate level of qualified community development investments in this assessment area. During the evaluation period the bank funded \$2,086 in donations and has approximately \$1,150,000 in investments that help to promote affordable housing and economic development.

## **SERVICE TEST**

### **Accessibility of the Delivery Systems**

The bank's delivery systems are accessible to essentially all portions of the institution's assessment area. The bank maintains one office that provides financial services. The bank's single office is located in an upper-income geography. Tables 15a & b in Appendix F detail the distribution of the bank's offices by income category of the geography in comparison to the population by geography income level. While the distribution does not specifically match the population dispersion, the current location is accessible to existing geographies.

### **Changes in Branch Locations**

There have been no branch openings or closings since the last CRA evaluation.

## **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services, including business hours, do not vary in any way that inconveniences certain portions of the assessment area or any group of individuals, particularly low- and moderate-income geographies and/or individuals. The bank's Viva, Fresh Start, Honors Checking, and Currency Connection services are available in the assessment area.

## **Community Development Services**

The bank has provided no community development services in this assessment area.

## **ELIZABETHTOWN, KY METROPOLITAN STATISTICAL AREA /METROPOLITAN DISTRICT #21060**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE ELIZABETHTOWN, KY MSA/MD #21060:**

Republic Bank has designated Hardin County as a separate assessment area, which represents one of the two counties in the Elizabethtown, KY MSA/MD (Elizabethtown MSA). The institution operates one banking office in Elizabethtown, Kentucky, which is located in an upper-income geography. There are three deposit-accepting ATM's in the assessment area. Of the 19 geographies in Hardin County, two are moderate-income, 15 are middle-income, and two are upper-income. The population is 94,174, and consists of 18 percent low-income families and 18 percent moderate-income families. Demographic data can be found in Appendix F.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 256 institutions that reported mortgage lending in Hardin County and the bank was ranked 23rd with a 1.23 percent market share. The number one lender in the area held a 13.44 percent market share. The second ranked lender held a 6.49 percent market share. Competition in the assessment area is reasonably strong for all types of residential and small business lending.

The MSA's three chief employment sectors by number of employees are services (31 percent), government (25 percent), and manufacturing (13 percent). The unemployment rate in Hardin County was 5.4 percent, slightly lower than the State of Kentucky's unemployment rate of 5.5 percent, as of January 2008. The Elizabethtown economy is expected to struggle in the near term due to the manufacturing sector slashing jobs in the Elizabethtown and nearby Louisville Metro Area. The Fort Knox expansion will help to offset much of the private sector weaknesses. Over the long term, however, Elizabethtown is expected to still under perform the state and nation.<sup>13</sup>

## **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN THE ELIZABETHTOWN, KY MSA:**

Three percent of the bank's loans were originated in this assessment area and approximately three percent of the bank's deposits come from the single office in Elizabethtown. Therefore,

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<sup>13</sup> Economy.com and the Bureau of Labor Statistics.



limited-scope procedures were used in evaluating the bank's performance in the Elizabethtown MSA.

## **LENDING TEST**

The bank exhibits adequate responsiveness to the credit needs of the assessment area.

### **Borrowers' Profile**

Tables 8a & 8b – 12a & 12b in Appendix F present a breakdown of the bank's lending activity. Based on a review of these tables, the distribution of residential real estate loans by borrower income level is adequate. For both 2006 and 2007, the bank's major product line in this assessment area was refinance loans, followed by purchase loans. Tables 10a & 10b present the bank's refinance borrower distribution. In 2006, the bank extended 6 percent of its refinance portfolio to low-income borrowers, which was below the adjusted low-income family population<sup>14</sup> and the aggregate, both at 8 percent. The bank reported 23 percent of its refinance lending to moderate-income borrowers which exceeded the moderate-income family population and aggregate, both at 18 percent. In 2007, the bank's refinance lending to low-income borrowers increased to 14 percent which compared favorably to the adjusted low-income family population at 8 percent. The bank extended only 3 percent to moderate-income borrowers in 2007 and significantly lagged the moderate-income family population at 18 percent. This is a significant decrease from 2006; however, cumulative lending to this segment remains acceptable.

Tables 8a & 8b present the bank's home purchase borrower distribution. In 2006, the bank extended 4 percent of its home purchase loans to low-income borrowers, which was below the adjusted low-income family population at 8 percent and the aggregate lending performance at 5 percent. The bank extended 29 percent of its home purchase loans to moderate-income borrowers, which exceeded the moderate-income family population at 18 percent and the aggregate performance at 21 percent. In 2007, the bank improved its distribution to low-income borrowers reporting a distribution of 7 percent compared to the 8 percent adjusted low-income family population figure. The bank's distribution to moderate-income borrowers decreased significantly to 10 percent, which is below the moderate-income family population of 18 percent.

Small business lending was not a major lending category in this assessment area; however, lending to small businesses was consistent with the bank's overall small business lending performance. The majority of the bank's lending (95 percent in 2006 and 83 percent in 2007) was to small businesses, with the majority of that loaned in dollar amounts \$100,000 or less.

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<sup>14</sup> Adjusted family population subtracts the families living below the poverty level from the number of total low-income families. According to the U S Census, 10 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.

### **Geographic Distribution of Lending**

Tables 2a & b – 7a & b in Appendix F display the geographic distribution of the bank's loans. As there are no low-income geographies in the assessment area, no data or analysis of low-income tract penetration is presented.

The geographic distribution of lending reflects adequate distribution throughout the assessment area. In 2006, the bank extended 3 percent of its refinance loans in moderate-income tracts, which exceeds the owner-occupancy level and the reported aggregate lending level, both at 2 percent. In 2007, refinance lending in moderate-income tracts was 3 percent, exceeding the owner-occupancy level at 2 percent. In its home purchase portfolio, the bank extended 3 percent of its loans in moderate-income tracts which compares favorably with the owner-occupancy level of 2 percent and the reported aggregate lending level at 3 percent. No loans were originated in moderate-income geographies in 2007.

Small business lending, as displayed in Tables 6a & b, was not a major product line for this portion of the assessment area, with only 20 loans extended in 2006 and 12 in 2007. No loans were extended within moderate-income tracts in 2006 or 2007.

### **Community Development Lending**

The bank has some opportunities for participation in community development projects within the assessment area. Republic Bank has not made any community development loans in this assessment area.

### **Innovative and Flexible Loan Products**

The institution made limited use of flexible lending practices in order to serve assessment area credit needs. Using the Neighborhood Housing Program, Promotional Mailer, VA and KHC loan programs, the bank originated 16 loans totaling approximately \$1,854,619.

### **INVESTMENT TEST**

Republic Bank had an adequate level of qualified community development investments in this assessment area. During the evaluation period the bank funded less than \$1,000 in donations for financial literacy training.

### **SERVICE TEST**

#### **Accessibility of the Delivery Systems**

The bank's delivery systems are reasonably accessible to all portions of the institution's assessment area. The bank maintains one office that provides financial services. The bank's single office is located in an upper-income geography. Tables 15a & b in Appendix F detail the distribution of the bank's offices by income category of the geography in comparison to the

population by geography income level. While the distribution does not specifically match the population dispersion, the current location is accessible to existing geographies.

### **Changes in Branch Locations**

There have been no branch openings or closings since the last CRA evaluation.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services, including business hours, do not vary in any way that inconveniences certain portions of the assessment area or any group of individuals, particularly low- and moderate-income geographies and/or individuals. The bank's Viva, Honors Checking, Fresh Start, Military Honors, and Currency Connection services are available in the assessment area.

### **Community Development Services**

The bank has provided adequate community development services to this assessment area. Two employees have served on Boards of organizations that have a primary purpose of community development.

## **OWENSBORO, KY METROPOLITAN STATISTICAL AREA/METROPOLITAN DISTRICT #36980**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE OWENSBORO, KY MSA/MD #36980:**

Republic Bank has designated Daviess County as a separate assessment area, which represents one of the three counties in the Owensboro, KY MSA/MD (Owensboro MSA). Republic Bank operates two banking offices in Owensboro, Kentucky, which are located in upper-income geographies. There are two deposit-accepting ATM's in the assessment area. No offices have been opened or closed since the previous evaluation.

Of the 23 geographies in Daviess County, four are moderate-income, 13 are middle-income, and six are upper-income. The population is 91,545, and includes 19 percent low-income and 17 percent moderate-income families. The family poverty rate is 13 percent. Demographic data can be found in Appendix F. Overall, there are limited opportunities for residential and small business lending in the moderate-income geographies.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 176 institutions that reported mortgage lending in Daviess County and the bank was ranked sixth with a 5.21 percent market share. The number one lender in the area held an 8.63 percent market share. The second ranked lender held an 8.58 percent market share. Competition in the assessment area exists for all types of residential and small business lending.

The MSA's three chief employment sectors by number of employees are services (32 percent), government (19 percent), and manufacturing (18 percent). The unemployment rate in Daviess County was 4.8 percent, lower than the State of Kentucky's unemployment rate of 5.5 percent, as

of January 2008. The Owensboro economy is expected to face a shrinking manufacturing industry, which causes the long-term outlook for Owensboro to be downbeat. The Owensboro economy lacks the presence of a service industry capable of becoming a long-term growth driver. Employment and income growth are expected to be heavily dependent on government payroll expansion, but lower tax revenues from the contracting manufacturing base will limit the public sector's ability to offset the stagnant private sector.<sup>15</sup>

## **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN THE OWENSBORO, KY MSA:**

Approximately six percent of the bank's loans were originated in the assessment area and about four percent of the bank's deposits come from the two offices in Owensboro. Therefore, limited-scope procedures were used in evaluating the bank's performance in the Owensboro MSA.

### **LENDING TEST**

The bank exhibits good responsiveness to the credit needs of the assessment area.

#### **Borrowers' Profile**

Tables 8a & b -12a & b in Appendix F present a breakdown of the bank's lending activity. Based on a review of these tables, the distribution of residential real estate loans by borrower income level is good. The bank's major product in this market is home purchase loans. For 2006, table 8a shows that the bank's home purchase lending to low-income borrowers at 20 percent, exceeds the adjusted low-income family population<sup>16</sup> at 6 percent and the aggregate performance at 13 percent. Home purchase loans to moderate-income borrowers at 33 percent exceeds the moderate-income family population at 17 percent and the aggregate reported at 29 percent. In 2007, the distribution of home purchase loans to low-income borrowers declined modestly to 15 percent, which continued to exceed the adjusted low-income family population at 6 percent. The distribution to moderate-income borrowers also decreased to 21 percent, but still exceeded the moderate-income family population at 17 percent.

As presented in Tables 10a & 10b, the bank's performance with its refinance portfolio was not as strong as its performance in its home purchase portfolio. However, the bank's primary product in this assessment area was home purchase loans. In 2006, the bank extended 11 percent of its refinance loans to low-income borrowers, which exceeds the adjusted low-income family population at 6 percent and is closely correlated to the aggregate at 10 percent. Refinance loans to moderate-income borrowers at 16 percent was below both the moderate-income family population at 17 percent and aggregate levels (23 percent). In 2007, the bank's refinance lending distribution to low-income borrowers improved to 12 percent, exceeding the adjusted low-income family population at 6 percent. Refinance performance to moderate-income borrowers in 2007, decreased to 9 percent, lagging the moderate-income family population of 17 percent.

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<sup>15</sup> Economy.com and the Bureau of Labor Statistics.

<sup>16</sup> Adjusted family population subtracts the families living below the poverty level from the number of total low-income families. According to the 2000 U S Census, 13 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.

Small business lending was not a major lending category in this assessment area, with only 19 loans extended in 2006 and 27 loans extended in 2007. Small business lending patterns in this assessment area are however consistent with the patterns presented in other assessment areas with a majority (89 percent in 2006 and 2007) extended to business with \$1,000,000 or less in revenue and the majority extended in dollar amounts of \$100,000 and less.

### **Geographic Distribution of Lending**

Tables 2a & b – 7a & b in Appendix F display the geographic distribution of the bank's loans. As there are no low-income geographies in the assessment area, no data or analysis of low-income tract penetration is presented.

The geographic distribution of lending reflects good distribution throughout the assessment area. In 2006, the bank extended 15 percent of its home purchase loans in moderate-income geographies, exceeding the owner-occupied housing units in the moderate-income tracts at 12 percent and mirroring aggregate performance reported at 15 percent. In 2007, home purchase lending to moderate-income tracts declined to 13 percent; however, this still exceeded the percentage of owner-occupied housing units in moderate-income tracts (12 percent).

Refinance lending in moderate-income geographies at 9 percent, reasonably correlates to both the level of owner-occupied housing units at 12 percent and aggregate performance reported at 13 percent. In 2007, the bank improved its refinance penetration in the moderate-income geographies to 12 percent which mirrors the level of owner-occupied housing units in moderate-income tracts (12 percent).

Small business lending, as displayed in Tables 6a & b, was not a major product line for this assessment area, with only 19 loans extended in 2006 and 27 in 2007. In 2006, the bank's small business lending at 32 percent significantly exceeded both the percentage of businesses in moderate-income geographies (24 percent) and aggregate lending levels (21 percent). In 2007, the bank's small business lending in moderate-income tracts was not as strong as performance in 2006. The bank's small business lending at 19 percent lagged the percentage of businesses in moderate-income geographies at 24 percent, but this is still an acceptable level.

### **Community Development Lending**

The bank has some opportunities for participation in community development projects within the assessment area. Republic Bank made not made any community development loans in this assessment area.

### **Innovative and Flexible Loan Products**

The institution uses flexible lending practices in order to serve assessment area credit needs. Using the Neighborhood Housing Program, Promotional Mailer, VA, KHC, FHA and FHLB Welcome Home programs, the bank originated 90 loans totaling approximately \$7,070,000.

## **INVESTMENT TEST**

Republic Bank had a good level of qualified community development investments in this assessment area. The bank has approximately \$1,000,000 in community development investments allocated to this assessment area. During the evaluation period the bank did not fund any donations in Daviess County.

## **SERVICE TEST**

### **Accessibility of the Delivery Systems**

The bank's delivery systems are reasonably accessible to essentially all portions of the institution's assessment area. The bank maintains two offices that provide financial services. Tables 15a & b in Appendix F detail the distribution of the bank's offices by income category of the geography in comparison to the population by geography income level. The bank's offices are in upper-income geographies. This distribution does not correlate well to the 16 percent and 61 percent of the population located in moderate- and middle-income geographies; however, this assessment area has a small percentage of loans and deposits in relation to the overall profile of the bank.

### **Changes in Branch Locations**

There have been no branch openings or closings since the last CRA evaluation.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services, including business hours, do not vary in any way that inconveniences certain portions of the assessment area or any group of individuals, particularly low- and moderate-income geographies and/or individuals. The bank's Viva, Honors Checking, Fresh Start, and Currency Connection services are available in the assessment area.

### **Community Development Services**

The bank has provided adequate community development services to this assessment area. One bank employee serves on the Board of an organization that provides community services targeted at low- and moderate-income families. A bank employee has also instructed a financial literacy course within this assessment area.

## **CINCINNATI-MIDDLETOWN, OH-KY-IN METROPOLITAN STATISTICAL AREA/METROPOLITAN DISTRICT #17140**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN THE CINCINNATI- MIDDLETOWN, OH-KY-IN MSA/MD #17140**

Since the previous evaluation, Republic Bank has designated Kenton County as a separate assessment area, which represents one of the seven counties in the Cincinnati-Middletown, OH-

KY-IN MSA/MD (Cincinnati MSA). Republic Bank operates two banking offices in the Cincinnati MSA, which are located in middle- and upper-income geographies. There are three deposit-accepting ATM's in the assessment area. The bank has opened two offices in this assessment area since the previous CRA evaluation. Since this area represents a new assessment area, Republic's overall impact is somewhat limited.

Of the 41 geographies in Kenton County, four are low-income, ten are moderate-income, 23 are middle-income, and four are upper-income. The population is 151,464, with 19 percent of its families considered low-income and 20 percent designated as moderate-income families. The family poverty rate is 9 percent. Demographic data can be found in Appendix F. Overall, there are adequate opportunities for residential and small business lending in the low- and moderate-income geographies.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 323 institutions that reported mortgage lending in Kenton County and the bank was ranked 78th with a 0.21 percent market share. The number one lender in the area held a 10.99 percent market share. The second ranked lender held a 5.85 percent market share. Competition in the assessment area exists for all types of residential and small business lending.

The MSA's three chief employment sectors by number of employees are services (43 percent), government (13 percent), and manufacturing (12 percent). The unemployment rate in Kenton County was 5.3 percent, slightly lower than the State of Kentucky's unemployment rate of 5.5 percent, as of January 2008. The Cincinnati economy is expected, like most of the nation, to slow down in the near term. However, it has historically fared better than average during cyclical downturns. In the long run, gains in service industries, bolstered by relatively stronger demographics than in much of the Midwest, will help Cincinnati to regain strength and continue to grow modestly in the face of shrinking manufacturing payrolls.<sup>17</sup>

### **CONCLUSIONS WITH RESPECT TO PERFORMANCE TESTS IN THE CINCINNATI-MIDDLETOWN, OH-KY-IN MSA:**

Approximately one percent of the bank's loans were originated in the assessment area and less than one percent of the bank's deposits come from the two offices in this assessment area. Therefore, limited-scope procedures were used in evaluating the bank's performance in the Cincinnati-Middletown, OH-KY-IN MSA.

### **LENDING TEST**

The bank exhibits good responsiveness to the credit needs of the assessment area.

### **Borrowers' Profile**

Tables 8a & b -12a & b in Appendix F present a breakdown of the bank's lending activity. Based on a review of these tables, the distribution of residential real estate loans by borrower income level is good. The bank's major product in this market is home purchase loans. For

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<sup>17</sup> Economy.com and the Bureau of Labor Statistics.

2006, table 8a shows that the bank's home purchase lending to low-income borrowers at 27 percent, exceeds the adjusted low-income family population<sup>18</sup> at 10 percent and the aggregate performance at 12 percent. Home purchase loans to moderate-income borrowers at 18 percent lagged the moderate-income family population at 20 percent and the aggregate reported at 28 percent. In 2007, the distribution of home purchase loans to low-income borrowers declined to 5 percent, which was below the adjusted low-income family population at 10 percent. The distribution to moderate-income borrowers increased significantly to 55 percent, which is more than double the moderate-income family population of 20 percent.

As presented in Tables 10a & 10b, the bank's performance with its refinance portfolio was similar to its home purchase portfolio performance. In 2006, the bank extended 31 percent of its refinance loans to low-income borrowers, which significantly exceeds both the adjusted low-income family population at 10 percent and the aggregate at 11 percent. Refinance loans to moderate-income borrowers at 15 percent lagged both the moderate-income family population at 20 percent and the aggregate reported at 24 percent. In 2007, the bank's refinance lending distribution to low-income borrowers declined to 18 percent, but continued to exceed the adjusted low-income family population at 10 percent. Refinance performance to moderate-income borrowers in 2007, increased to 18 percent, only slightly lagging the moderate-income family population of 20 percent.

Small business lending was not a major lending category in this assessment area, with only 10 loans extended in 2006 and 14 loans extended in 2007. Small business lending patterns in this assessment area are, however, consistent with the patterns presented in other assessment areas with a majority (90 percent in 2006 and 86 percent in 2007) extended to business with \$1,000,000 or less in revenue.

### **Geographic Distribution of Lending**

The geographic distribution of lending reflects good distribution throughout the assessment area. Tables 2a & b – 7a & b in Appendix F display the geographic distribution of the bank's loans. In 2006, the bank extended no loans within low-income tracts as compared to 4 percent of owner-occupied housing units in the low-income tracts and aggregate performance reported 3 percent. The lack of bank lending is attributed to the very limited time that the bank has had a presence in this market. In 2006, the bank extended 19 percent of its home purchase loans in moderate-income geographies, exceeding the owner-occupied housing units in the moderate-income tracts at 18 percent and the aggregate performance reported at 15 percent. In 2007, the bank extended 14 percent of its home purchase loans in low-income geographies, greatly exceeding the level of owner-occupied housing units at 4 percent. In 2007, home purchase lending to moderate-income tracts declined to 5 percent; which is well below the percentage of owner-occupied housing units in these tracts (18 percent).

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<sup>18</sup> Adjusted family population subtracts the families living below the poverty level from the number of total low-income families. According to the 2000 U S Census, 9 percent of the families in this assessment area live below the poverty level. These families would find it difficult to afford housing in this market.



In 2006, the bank extended 15 percent of its refinance loans in low-income geographies, which greatly exceeds the level of owner-occupied housing units at 4 percent and aggregate performance reported at 5 percent. Refinance lending to moderate-income geographies at 62 percent, greatly exceeds both the level of owner-occupied housing units at 18 percent and aggregate performance reported at 17 percent. In 2007, the bank's performance in low-income tracts declined significantly, however, there were only 12 refinance loans made by the bank in this assessment area. The bank extended no refinance loans in low-income geographies. In 2007, the bank's refinance penetration in the moderate-income geographies declined from 2006 levels but was still strong. The bank extended 50 percent of its refinance loans in moderate-income tracts which greatly exceeds the level of owner-occupied housing units in moderate-income tracts at 18 percent.

Small business lending, as displayed in Tables 6a & b, was not a major product line for this assessment area, with only 10 loans extended in 2006 and 14 in 2007. In 2006, the bank's small business lending at 20 percent significantly exceeded the percentage of businesses in low-income tracts at 5 percent and aggregate lending performance reported at 6 percent. In moderate-income geographies, the bank's small business lending at 10 percent lagged both the percentage of businesses at 16 percent and aggregate lending performance reported at 12 percent. In 2007, the bank's small business lending performance in low- and moderate-income tracts was not as high as 2006 levels. In 2007, the bank did not originate any small business loans in low-income geographies. The bank's small business lending at 7 percent lagged the percentage of businesses in moderate-income geographies at 15 percent.

### **Community Development Lending**

The bank has some opportunities for participation in community development projects within the assessment area. Republic Bank made one community development loan for approximately \$738,000 in this assessment area, which is adequate

### **Innovative and Flexible Loan Products**

The institution uses flexible lending practices in order to serve assessment area credit needs. Using the Neighborhood Housing Program, Promotional Mailer and FHLB Welcome Home loan programs, the bank originated 23 loans totaling approximately \$1,965,000.

### **INVESTMENT TEST**

Republic Bank had a poor level of qualified community development investments in this assessment area; however, it is to be expected due to the bank's relatively new presence in this assessment area. During the evaluation period the bank funded \$1,186 in donations to affordable housing organizations and for financial literacy training.

## **SERVICE TEST**

### **Accessibility of the Delivery Systems**

The bank's delivery systems are reasonably accessible to essentially all portions of the institution's assessment area. The bank maintains two offices that provide financial services. Tables 15a & b in Appendix F detail the distribution of the bank's offices by income category of the geography in comparison to the population by geography income level. The bank's offices are in middle- and upper-income geographies. This distribution does not correlate well to the 7 percent and 20 percent of the population located in low- and moderate-income geographies; however, this assessment area has a small percentage of loans and deposits in relation to the overall profile of the bank and is a relatively new assessment area.

### **Changes in Branch Locations**

Republic has opened two offices in this assessment area since the previous examination. One branch is located in a middle-income census tract and one is located in an upper-income census tract.

### **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services, including business hours, do not vary in any way that inconveniences certain portions of the assessment area or any group of individuals, particularly low- and moderate-income geographies and/or individuals. The bank's Viva, Honors Checking, Fresh Start, Military Honors, and Currency Connection services are available in the assessment area.

### **Community Development Services**

The bank has provided adequate community development services to this assessment area. Bank employees served on the Boards of four community organizations that meet the purpose of community development. Bank employees have also instructed seminars on financial literacy since the previous evaluation.

## **NONMETROPOLITAN STATEWIDE AREAS**

### **DESCRIPTION OF INSTITUTION'S OPERATIONS IN NONMETROPOLITAN KENTUCKY:**

Republic Bank has designated Franklin County, a non-metropolitan geographic area, as a separate assessment area. Republic Bank operates one banking office located in Frankfort, Kentucky. There are two deposit-accepting ATMs. There are no low-or moderate-income geographies in Franklin County. The population is 47,687, and includes 11 percent low-income and 10 percent moderate-income families based on 2000 Census data. The family poverty rate is 7 percent. Demographic data can be found in Appendix F.

Numerous financial institutions, mortgage companies, and credit unions serve this area. There are 181 institutions that reported mortgage lending in Franklin County and the bank was ranked eighth with a 2.95 percent market share. The number one lender in the area held an 11.42 percent market share. The second ranked lender held a 5.68 percent market share. Competition exists in the assessment area for all types of residential and small business lending.

The MSA's three chief employment industries are public administration (40 percent), services (22 percent), and trade, transportation, and utilities (11 percent). The unemployment rate in Franklin County was 4.6 percent, slightly lower than the State of Kentucky's unemployment rate of 5.5 percent, as of January 2008. The City of Frankfort is the Capitol of Kentucky. The economy is stable, based on service and public sector employment.

### **CONCLUSIONS WITH RESPECT TO PERFORMANCE IN NON-MSA STATEWIDE AREA:**

Approximately two percent of the bank's loans were originated in this assessment area and approximately two percent of the bank's deposits come from the two offices in Frankfort. Therefore, limited-scope procedures were used in evaluating the bank's performance in Franklin County, the bank's sole assessment area in the non-MSA portion of Kentucky.

### **LENDING TEST**

The bank exhibits adequate responsiveness to the credit needs of the assessment area.

### **Borrowers' Profile**

Tables 8a & b -12a & b in Appendix F present a breakdown of the bank's lending activity. The bank's primary product in this market was home purchase loans in 2006 and refinance loans in 2007. Based on a review of these tables, the distribution of residential real estate loans by borrower income level is adequate. Tables 8a & 8b present the bank's home purchase lending distribution in 2006 and 2007. The bank extended no home purchase loans to low-income borrowers in this assessment area in 2006 or 2007. However, it is recognized that 7 percent of low-income families live below poverty level, which creates economic barriers to homeownership. Therefore, 4 percent is the adjusted low-income families who could afford home ownership. In light of this, bank performance is not unusual. Even the aggregate reporters extended only 1 percent of its loans to low-income borrowers in 2006. Moderate-income home purchase lending at 3 percent in 2006 and 5 percent in 2007 lagged behind the moderate-income family representation at 10 percent and aggregate lending at 10 percent in 2006.

Tables 10a & b present the distribution of the bank's refinance loans by borrower-income. The bank extended no refinance loans to low-income borrowers in this assessment area in 2006 or 2007. This again is an illustration of the limited opportunity to extend such loans given the adjusted low-income family percentage at 4 percent. Aggregate distribution is minimal again, with only 3 percent of the aggregate's loans made to low-income borrowers in 2006. In 2006, the bank extended 4 percent of its refinance loans to moderate-income borrowers, which lagged both the moderate-income family representation at 10 percent and the aggregate performance reported at 9 percent. In 2007, the bank increased its refinance distribution to moderate-income borrowers to 8 percent, but still lagged the moderate-income family population of 10 percent.

Small business lending was not a major lending category in this assessment area, with only 6 small business loans extended in 2006 and 7 extended in 2007. Small business lending patterns were, however, consistent with other assessment areas, with the majority (100 percent in 2006 and 71 percent in 2007) extended to businesses with \$1,000,000 or less in revenue.

### **Geographic Distribution of Lending**

There were no low- or moderate-income geographies in the assessment area; therefore, no further analysis will be conducted regarding this performance criteria.

### **Community Development Lending**

The bank has some opportunities for participation in community development projects within the assessment area. Republic Bank made no community development loans in this assessment area during the period evaluated.

### **Innovative and Flexible Loan Products**

The institution made little use of innovative and/or flexible lending practices in order to serve assessment area credit needs. Using the Neighborhood Housing Program, KHC and FHA programs, the bank originated 2 loans totaling approximately \$673,000.

## **INVESTMENT TEST**

Republic Bank had a poor level of qualified community development investments in this assessment area. During the evaluation period the bank funded approximately \$1,000 in donations for financial literacy training.

## **SERVICE TEST**

### **Accessibility of the Delivery Systems**

The bank's delivery systems are accessible to essentially all portions of the institution's assessment area. The bank maintains two offices that provide financial services. The bank's offices are in upper-income geographies. One office was closed in early 2008, but was open during the evaluation period. Tables 15a & b in Appendix F detail the distribution of the bank's offices by income category of the geography in comparison to the population by geography income level. This distribution does correlates well to the 94 percent of the population located in upper-income geographies.

### **Changes in Branch Locations**

No offices were opened in this assessment area since the last CRA evaluation. One branch, located in an upper-income census tract, was closed on February 15, 2008.

## **Reasonableness of Business Hours and Services in Meeting Assessment Area Needs**

Services, including business hours, do not vary in any way that inconveniences certain portions of the assessment area or any group of individuals, particularly low- and moderate-income geographies and/or individuals. The bank's Viva, Honors Checking, Fresh Start, Military Honors, and Currency Connection services are available in the assessment area.

### **Community Development Services**

The bank has not provided any community development services to this assessment area.

### **Other Information**

The bank has offices located in the Louisville-Jefferson County KY-IN; Lexington-Fayette, KY; Elizabethtown, KY; Owensboro, KY; Bowling Green, KY and Cincinnati-Middletown, OH-KY-IN Metropolitan Statistical Areas / Metropolitan Districts. The depositories for the Louisville-Jefferson County KY-IN, Elizabethtown, and Bowling Green MSAs/MDs do not have contact information listed on the FFIEC Central Depository Database. HMDA information for the other assessment areas is available at the following addresses:

#### **MSA/MD: 30460 Lexington-Fayette, KY**

Contact Name: Rob Hammons  
Depository: LFUCG Division of Planning  
Address: 200 East Main Street  
City, State, Zip: Lexington, KY 40507  
Phone: (859) 258-3179  
Fax: (859) 258-3163

#### **MSA/MD: 36980 Owensboro, KY**

Contact Name: Keith Free  
Department: Owensboro Metro Planning Commission  
Depository: City Hall  
Address: 101 East 4th Street  
City, State, Zip: Owensboro, KY 42303  
Phone: (270) 687-8656  
Fax: (270) 687-8664

#### **MSA/MD: 17140 Cincinnati-Middletown, OH-KY-IN**

Contact Name: Deirdre Bray Root  
Depository: Middletown Public Library  
Address: 125 South Broad Street  
City, State, Zip: Middletown, OH 45044  
Phone: (513) 424-1251  
Fax: (513) 424-6585

#### **MSA/MD: 17140 Cincinnati-Middletown, OH-KY-IN**

Contact Name: Mr. Dev Saggar  
Department: City Planning Dept.  
Address1: Centennial Plaza Two  
Address2: 805 Central Avenue, Suite 720  
City, State, Zip: Cincinnati, OH 45202  
Phone: (513) 352-4850

## APPENDIX A - SCOPE OF EXAMINATION

REPUBLIC BANK & TRUST COMPANY		
<b>SCOPE OF EXAMINATION:</b> Performance under the Lending Test was assessed through an evaluation of the bank's HMDA, small business, and small farm loan data for 2006 and 2007. Additionally, a review of community development loans, services and investment activities were reviewed since the last evaluation on April 10, 2006 through December 31, 2007. The analysis comments are contained within the Public Evaluation. Three recently conducted community contacts were used for assessment areas 31140, 30460, and 21060.		
<b>TIME PERIOD REVIEWED:</b> January 1, 2006 through December 31, 2007 for HMDA and Small Business Loan (CRA) data and April 10, 2006 through December 31, 2007 for community development activities, qualified investments, and services.		
<b>PRODUCTS REVIEWED:</b> HMDA, Small Business, Small Farm, and Community Development Loans.		

LIST OF AFFILIATES AND PRODUCTS REVIEWED		
AFFILIATE(S):	AFFILIATE RELATIONSHIP:	PRODUCTS REVIEWED:
Republic Bancorp	Parent Company	None
Republic Invest Co	Non-bank affiliate	None
Republic Capital LLC	Non-bank affiliate	None
Republic Bancorp Capital Trust	Non-bank affiliate	None
Republic Bank, Port Richey, FL	Bank affiliate	None
TRS RAL Funding LLC	Non-bank affiliate	None
Republic Insurance Agency LLC (inactive)	Non-bank affiliate	None
Republic Financial Services, LLC (inactive)	Non-bank affiliate	None

LIST OF ASSESSMENT AREAS AND TYPE OF EXAMINATION			
ASSESSMENT AREA:	TYPE OF EXAMINATION:	BRANCHES VISITED:	OTHER INFORMATION:
Louisville, KY-IN MSA/MD 31140	Full-Scope	None	Not applicable.
Lexington –Fayette, KY MSA/MD 30460	Full-Scope	None	Not applicable.
Owensboro, KY MSA/MD 36980	Limited-Scope	None	Not applicable.
Elizabethtown, KY MSA/MD 21060	Limited-Scope	None	Not applicable.
Bowling Green , KY MSA/MD 14540	Limited-Scope	None	Not applicable.
Cincinnati-Middletown, OH-KY-IN MSA/MD 17140	Limited-Scope	None	Not applicable.
Non-MSA State of Kentucky 99999	Limited-Scope	None	Not applicable.

## APPENDIX B - GENERAL DEFINITIONS

### GEOGRAPHY TERMS

**Census Tract:** A small subdivision of metropolitan and other densely populated counties. Census tract boundaries do not cross county lines; however, they may cross the boundaries of metropolitan statistical areas. Census tracts usually have between 2,500 and 8,000 persons, and their physical size varies widely depending upon population density. Census tracts are designed to be homogeneous with respect to population characteristics, economic status, and living conditions to allow for statistical comparisons.

**Geography:** A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

**Metropolitan Area (MA):** A metropolitan statistical area (MSA) or a metropolitan division (MD) as defined by the Office of Management and Budget. A MSA is a core area containing at least one urbanized area of 50,000 or more inhabitants, together with adjacent communities having a high degree of economic and social integration with that core. A MD is a division of a MSA based on specific criteria including commuting patterns. Only a MSA that has a population of at least 2.5 million may be divided into MDs.

**Metropolitan Statistical Area (MSA):** One or more metropolitan areas that have economic and social ties.

**Primary Metropolitan Statistical Area (PMSA):** A large urbanized county or cluster of counties that demonstrate very strong internal economic and social links, in addition to close ties to other portions of the larger area. If an area qualifies as an MA and has more than one million persons, PMSAs may be defined within it.

**Consolidated Metropolitan Statistical Area (CMSA):** The larger area, of which, PMSAs are component parts.

**Non-Metropolitan Area:** All areas outside of metropolitan areas. The definition of non-metropolitan area is not consistent with the definition of rural areas. Urban and rural classifications cut across the other hierarchies; for example, there is generally both urban and rural territory within both metropolitan and non-metropolitan areas.

**Urban Area:** All territories, populations, and housing units in urbanized areas and in places of 2,500 or more persons outside urbanized areas. More specifically, “urban” consists of territory, persons, and housing units in: places of 2,500 or more persons incorporated as cities, villages, boroughs (except in Alaska and New York), and towns (except in the New England states, New York, and Wisconsin) but excluding the rural portions of “extended cities”; census designated place of 2,500 or more persons; and other territory, incorporated or unincorporated, including in urbanized areas.

**Rural Area:** Territories, populations and housing units that are not classified as urban.

## **HOUSING TERMS**

**Family:** Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family, which is further classified into ‘male householder’ (a family with a male householder and no wife present) or ‘female householder’ (a family with a female householder and no husband present).

**Household:** Includes all persons occupying a housing unit. Persons not living in households are classified as living in group quarters. In 100 percent tabulations, the count of households always equals the count of occupied housing units.

**Housing Unit:** Includes a house, an apartment, a mobile home, a group of rooms, or a single room that is occupied as separate living quarters.

**Owner-Occupied Units:** Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

## **INCOME TERMS**

**Area Median Income:** The median family income for the MSA, if a person or geography is located in an MSA; or the statewide non-metropolitan median family income, if a person or geography is located outside an MSA.

**Family Income:** Includes the income of all members of a family that are age 15 and older.

**Household Income:** Includes the income of the householder and all other persons that are age 15 and older in the household, whether related to the householder or not. Because many households consist of only one person, median household income is usually less than median family income.

**Low-income:** Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent, in the case of a geography.

**Median Income:** The median income divides the income distribution into two equal parts, one having incomes above the median and other having incomes below the median.

**Moderate-income:** Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 percent and less than 80 percent, in the case of a geography.

**Middle-income:** Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 percent and less than 120 percent, in the case of a geography.



**Upper-income:** Individual income that is more than 120 percent of the area median income, or a median family income that is more than 120 percent, in the case of a geography.

**HUD Adjusted Income Data:** The U.S. Department of Housing and Urban Development (HUD) issues annual estimates which update median family income from the metropolitan and non-metropolitan areas. HUD starts with the most recent U.S. Census data and factors in information from other sources to arrive at an annual estimate that more closely reflects current economic conditions.

## **OTHER TERMS**

**Aggregate lending:** The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

**Community development:** All Agencies have adopted the following language. Affordable housing (including multifamily rental housing) for low- or moderate-income individuals; community services targeted to low- or moderate-income individuals; activities that promote economic development by financing businesses or farms that meet the size eligibility standards of the Small Business Administration's Development Company or Small Business Investment Company programs (13 CFR 121.301) or have gross annual revenues of \$1 million or less; or, activities that revitalize or stabilize low- or moderate-income geographies.

Effective September 1, 2007, the Board of Governors of the Federal Reserve System, Office of the Comptroller of the Currency, and the Federal Deposit Insurance Corporation have adopted the following additional language as part of the revitalize or stabilize definition of community development. Activities that revitalize or stabilize-

- (i) Low-or moderate-income geographies;
- (ii) Designated disaster areas; or
- (iii) Distressed or underserved non-metropolitan middle-income geographies designated by the Board, Federal Deposit Insurance Corporation, and Office of the Comptroller of the Currency, based on-
  - a. Rates of poverty, unemployment, and population loss; or
  - b. Population size, density, and dispersion. Activities that revitalize and stabilize geographies designated based on population size, density, and dispersion if they help to meet essential community needs, including needs of low- and moderate-income individuals.

**Consumer loan(s):** A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

**Full-scope review:** Performance under the Lending, Investment, and Service Tests is analyzed considering performance context, quantitative factors (for example, geographic distribution,

borrower distribution, and total number and dollar amount of investments), and qualitative factors (for example, innovativeness, complexity, and responsiveness).

**Home Mortgage Disclosure Act (HMDA):** The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applications, the amount of loan requested, and the disposition of the application (for example, approved, denied, and withdrawn).

**Home mortgage loans:** Includes home purchase and home improvement loans as defined in the HMDA regulation. This definition also includes multifamily (five or more families) dwelling loans, loans for the purchase of manufactured homes and refinancings of home improvement and home purchase loans.

**Home Mortgage Disclosure Loan Application Register (HMDA LAR):** The HMDA LARs record all applications received for residential purchase, refinance, home improvement and temporary-to-permanent construction loans.

**Limited-scope review:** Performance under the Lending, Investment, and Service Tests is analyzed using only quantitative factors (for example, geographic distribution, borrower distribution, total number and dollar amount of investments, and branch distribution).

**Market share:** The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

**Multifamily:** Refers to a residential structure that contains five or more units.

**Other products:** Includes any unreported optional category of loans for which the institution collects and maintains data for consideration during a CRA examination. Examples of such activity include consumer loans and other loan data an institution may provide concerning its lending performance.

**Owner-occupied units:** Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

**Qualified investment:** A qualified investment is defined as any lawful investment, deposit, membership share, or grant that has as its primary purpose community development.

**Rated area:** A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area.

**Small loan(s) to business (es):** A loan included in 'loans to small businesses' as defined in the Consolidated Report of Condition and Income (Call Report) and the Thrift Financial Reporting (TFR) instructions. These loans have original amounts of \$1 million or less and typically are either secured by nonfarm or nonresidential real estate or are classified as commercial and industrial loans. However, thrift institutions may also exercise the option to report loans secured by nonfarm residential real estate as "small business loans" if the loans are reported on the TFR as non-mortgage, commercial loans.

**Small loan(s) to farm(s):** A loan included in 'loans to small farms' as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$500,000 or less and are either secured by farmland, or are classified as loans to finance agricultural production and other loans to farmers.

## APPENDIX C - INVESTMENT DEFINITIONS

**Community Development Corporation (CDC):** A CDC allows banks and holding companies to make equity type of investments in community development projects. The equity investments are subject to limits specified by the bank's regulator. Bank CDCs can develop innovative debt instruments or provide near-equity investments tailored to the development needs of the community as well as to the financial and marketing needs of the bank. A CDC may purchase, own, rehabilitate, construct, manage and sell real property. Also, it may make equity or debt investments in development projects and in local businesses. The CDC activities are expected to directly benefit low- and moderate-income groups, and the investment dollars should not represent an undue risk on the banking organization. Any real estate ownership should generally be temporary, with ownership reverting to members or organizations in the community.

**Community Development Financial Institutions (CDFIs):** CDFIs are private intermediaries (either for profit or nonprofit) with community development as their primary mission. They procure loans and investments that conventional financial institutions are unable to invest in, and they link financing to other developmental activities. A CDFI facilitates the flow of lending and investment capital into distressed communities and to individuals who have been unable to take advantage of the services offered by traditional financial institutions. CDFIs share a common mission and can be chartered as a credit union or bank. CDFIs can also be unregulated nonprofit institutions that gather private capital from a range of social investors for community development lending or investing. Some basic types of CDFIs include community development banks, community development loan funds, community development credit unions, microenterprise funds, and community development venture capital funds. A certified CDFI must meet eligibility requirements, which include: having a primary mission of promoting community development; serving an investment area or target population; providing development services; maintaining accountability to residents of its investment area or targeted population through representation on its governing board of directors, or by other means; and not constituting an agency or instrumentality of the United States, of any state or political subdivision of a state.

**Low Income Housing Tax Credits:** The Low-Income Housing Tax Credit Program is a housing program contained within the Internal Revenue Code of 1986, as amended, which is administered by the U.S. Department of the Treasury and the Internal Revenue Service. The U.S. Treasury Department, through the Internal Revenue Service, distributes low-income housing tax credits to housing credit agencies. The housing agencies allocate tax credits on a competitive basis. Developers who acquire, rehabilitate, or construct low-income rental housing may keep their tax credits or sell them to corporations or investor groups, who, as owners of these properties, will be able to reduce their own federal tax payments. The credit can be claimed annually for ten consecutive years. For a project to be eligible, the developer must set aside a specific percentage of units for occupancy by low-income residents. The set-aside requirement remains in place throughout the compliance period, usually 30 years.

**Qualified Investments:** A qualified investment is defined as any lawful investment, deposit, membership share, or grant that has as its primary purpose community development to support the following endeavors: 1) affordable housing; 2) community services targeting low- and moderate-income individuals; 3) activities that promote economic development by financing small farms and small businesses; and 4) activities that revitalize or stabilize low- and moderate-income geographies.

## **APPENDIX D - STANDARD PE LANGUAGE**

### **LENDING TEST**

#### **Scope of Test**

The lending test evaluates the institution's record of helping to meet the credit needs of its assessment area(s) by considering an institution's home mortgage, small business, small farm, and community development lending. The institution's lending performance is evaluated pursuant to the following criteria: 1) the volume of lending activity; 2) the proportion of lending within the assessment area(s); 3) the dispersion of loans and the number and amount of loans in low-, moderate-, middle- and upper-income geographies in the assessment area(s); 4) the distribution of loans among borrowers of low-, moderate-, middle- and upper-income levels and businesses (including farms) of different sizes; 5) the distribution of small business and small farm loans by loan amount at origination; 6) the volume of community development lending; and 7) the use of innovative or flexible lending practices. Performance under the lending test is weighted more heavily than the investment and service tests when arriving at an overall rating.

#### **Community Development Lending:**

##### **Performance Criteria**

The institution's community development lending activities are evaluated pursuant to the following criteria: 1) the extent to which community development lending opportunities have been made available to the institution; 2) the responsiveness of the institution's community development lending; and 3) the extent of leadership the institution has demonstrated in community development lending.

#### **Innovative and Flexible Lending Practices:**

##### **Performance Criteria**

The institution's innovative and flexible lending practices are evaluated pursuant to the following criteria: 1) the degree to which the loans serve low- and moderate-income creditworthy borrowers in new ways or serve groups of creditworthy borrowers not previously served by the institution; and 2) the success of each product serving low- and moderate-income borrowers, including the number and dollar volume of loans originated during the review period.

## **INVESTMENT TEST**

### **Scope of Test**

The investment test evaluates the institution's record of helping to meet the credit needs of its assessment area(s) through its use of qualified investments that benefit the assessment area(s) or a broader statewide or regional area that includes the institution's assessment area(s). Activities considered under the lending or service test may not be considered under the investment test.

The institution's investment performance is evaluated pursuant to the following criteria: 1) the dollar amount of qualified investments; 2) the innovativeness or complexity of qualified investments; 3) the responsiveness of qualified investments to credit and community development needs; and 4) the degree to which the qualified investments are not routinely provided by private investors.

## **SERVICE TEST**

### **Scope of Test**

The service test evaluates the institution's record of helping to meet the credit needs of its assessment area(s) by analyzing both the availability and effectiveness of the institution's systems for delivering retail banking services and the extent and innovativeness of its community development services. The institution's retail banking services are evaluated pursuant to the following criteria: 1) the distribution of the institution's branches among geographies of different income levels; 2) the record of opening and closing branches, particularly branches located in low- and moderate-income geographies or that primarily serve low- or moderate-income individuals; 3) the availability and effectiveness of alternate systems for delivering retail banking services; and 4) the range of services provided in low-, moderate-, middle-, and upper-income geographies and the degree to which the services are tailored to meet the needs of those geographies.

In addition, the institution's community development services are evaluated pursuant to the following criteria: 1) the extent of community development services offered and used; 2) the innovativeness of community development services, including whether they serve low- and moderate-income customers in new ways or serve groups of customers not previously served; 3) the degree to which they serve low- and moderate-income areas or individuals; and 4) their responsiveness to available opportunities for community development services.

## APPENDIX E

HUD Estimated Median Family Income for 2006 HMDA Reports	
<u>Breakdown of Income Levels For 2006 Lending – MSA/MD 31140:</u>	
Low-Income	<u>Less than \$29,450</u>
Moderate-Income	<u>\$29,450 to less than \$47,120</u>
Middle-Income	<u>\$47,120 to less than \$70,680</u>
Upper-Income	<u>\$70,680 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – MSA/MD 30460:</u>	
Low-Income	<u>Less than \$30,900</u>
Moderate-Income	<u>\$30,900 to less than \$49,440</u>
Middle-Income	<u>\$49,440 to less than \$74,160</u>
Upper-Income	<u>\$74,160 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – MSA 14540:</u>	
Low-Income	<u>Less than \$25,450</u>
Moderate-Income	<u>\$25,450 to less than \$40,720</u>
Middle-Income	<u>\$40,720 to less than \$61,080</u>
Upper-Income	<u>\$61,080 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – MSA 17140:</u>	
Low-Income	<u>Less than \$32,300</u>
Moderate-Income	<u>\$32,300 to less than \$51,680</u>
Middle-Income	<u>\$51,680 to less than \$77,520</u>
Upper-Income	<u>\$77,520 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – MSA 21060:</u>	
Low-Income	<u>Less than \$25,650</u>
Moderate-Income	<u>\$25,650 to less than \$41,040</u>
Middle-Income	<u>\$41,040 to less than \$61,560</u>
Upper-Income	<u>\$61,560 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – MSA 36980:</u>	
Low-Income	<u>Less than \$26,350</u>
Moderate-Income	<u>\$26,350 to less than \$42,160</u>
Middle-Income	<u>\$42,160 to less than \$63,240</u>
Upper-Income	<u>\$63,240 and Over</u>
<u>Breakdown of Income Levels For 2006 Lending – Non-MSA:</u>	
Low-Income	<u>Less than \$19,650</u>
Moderate-Income	<u>\$19,650 to less than \$31,440</u>
Middle-Income	<u>\$31,440 to less than \$47,160</u>
Upper-Income	<u>\$47,160 and Over</u>



### HUD Estimated Median Family Income for 2007 HMDA Reports

<b>HUD Estimated Median Family Income for 2007 HMDA Reports</b>	
<u>Breakdown of Income Levels For 2007 Lending – MSA/MD 31140:</u>	
Low-Income	<u>Less than \$28,750</u>
Moderate-Income	<u>\$28,750 to less than \$46,000</u>
Middle-Income	<u>\$46,000 to less than \$69,000</u>
Upper-Income	<u>\$69,000 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – MSA/MD 30460:</u>	
Low-Income	<u>Less than \$29,900</u>
Moderate-Income	<u>\$29,900 to less than \$47,840</u>
Middle-Income	<u>\$47,840 to less than \$71,760</u>
Upper-Income	<u>\$71,760 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – MSA 14540:</u>	
Low-Income	<u>Less than \$26,050</u>
Moderate-Income	<u>\$26,050 to less than \$41,680</u>
Middle-Income	<u>\$41,680 to less than \$62,520</u>
Upper-Income	<u>\$62,520 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – MSA 17140:</u>	
Low-Income	<u>Less than \$31,800</u>
Moderate-Income	<u>\$31,800 to less than \$50,880</u>
Middle-Income	<u>\$50,880 to less than \$76,320</u>
Upper-Income	<u>\$76,320 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – MSA 21060:</u>	
Low-Income	<u>Less than \$25,300</u>
Moderate-Income	<u>\$25,300 to less than \$40,480</u>
Middle-Income	<u>\$40,480 to less than \$60,720</u>
Upper-Income	<u>\$60,720 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – MSA 36980:</u>	
Low-Income	<u>Less than \$25,100</u>
Moderate-Income	<u>\$25,100 to less than \$40,160</u>
Middle-Income	<u>\$40,160 to less than \$60,240</u>
Upper-Income	<u>\$60,240 and Over</u>
<u>Breakdown of Income Levels For 2007 Lending – Non-MSA:</u>	
Low-Income	<u>Less than \$19,550</u>
Moderate-Income	<u>\$19,550 to less than \$31,280</u>
Middle-Income	<u>\$31,280 to less than \$46,920</u>
Upper-Income	<u>\$46,920 and Over</u>

## APPENDIX F-CRA PERFORMANCE TABLES<sup>19</sup>

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<sup>19</sup> The FFIEC has adopted a standard set of data tables, sequentially numbered 1-15, for use in every Large Bank CRA Public Evaluation (PE). Any tables not included in this PE were excluded because the institution has not originated or purchased any loans in the relevant category during the period under review or did not elect to report consumer loan data.

## 2006 Information

**Table 1a. Lending Volume**

LENDING VOLUME				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006				
MA/Assessment Area (2007):	% of Rated Area Loans (#) in MA/AA*	Home Mortgage		Small Loans to Businesses		Small Loans to Farms		Community Development Loans**		Total Reported Loans		% of Rated Area Deposits in MA/AA***
		#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$(000's)	
Full Review:												
Lexington MSA 30460	13.63	465	69,964	57	9,520	1	800	3	1,200	526	81,484	10.04
Louisville MSA 31140	72.27	2,416	328,954	350	68,354	1	362	21	39,901	2,788	437,571	77.99
Limited Review:												
Bowling Green MSA 14540	2.77	100	12,914	6	1,352	0	0	1	472	107	14,738	2.96
Cincinnati MSA 17140	1.11	32	6,623	10	3,820	0	0	1	738	43	11,181	0.04
Elizabethtown MSA 21060	2.54	78	12,578	20	1,900	0	0	0	0	98	14,478	2.89
Franklin Co 99999	1.79	63	7,727	6	1,346	0	0	0	0	69	9,073	2.21
Owensboro MSA 36980	5.88	208	19,601	19	2,630	0	0	0	0	227	22,231	3.86

\* Loan Data as of December 31, 2006. Rated area refers to either state or multi-state MA rating area.

\*\* The evaluation period for Community Development Loans is from January 01, 2006 to December 31, 2007.

\*\*\* Deposit Data as of January 01, 2008. Rated Area refers to either the state, multi-state MA, or institution, as appropriate.

**Table 1a. Other Products**

LENDING VOLUME				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area (2007):	% of Rated Area Loans (#) in MA/AA*	Total Optional Loans		Small Business Real Estate Secured**		Home Equity**		Motor Vehicle**		Credit Card**		Other Secured Consumer**		% of Rated Area Deposits in MA/AA***
		#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$(000's)	
Full Review:														
Lexington MSA 30460	25.29	22	4,748	22	4,748	0	0	0	0	0	0	0	0	10.04
Louisville MSA 31140	64.37	56	10,536	56	10,536	0	0	0	0	0	0	0	0	77.99
Limited Review:														
Bowling Green MSA 14540	1.15	1	440	1	440	0	0	0	0	0	0	0	0	2.96
Cincinnati MSA 17140	2.30	2	325	2	325	0	0	0	0	0	0	0	0	0.04
Elizabethtown MSA 21060	3.45	3	169	3	169	0	0	0	0	0	0	0	0	2.89
Franklin Co 99999	0.00	0	0	0	0	0	0	0	0	0	0	0	0	2.21
Owensboro MSA 36980	3.45	3	182	3	182	0	0	0	0	0	0	0	0	3.86

\* Loan Data as of December 31, 2006. Rated area refers to either state or multi-state MA rating area.

\*\* The evaluation period for Optional Product Line(s) is from January 01, 2006 to December 31, 2006.

\*\*\* Deposit Data as of January 01, 2008. Rated Area refers to either the state, multi-state MA, or institution, as appropriate.

**Table 2a. Geographic Distribution of Home Purchase Loans**

Geographic Distribution: HOME PURCHASE				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area:	Total Home Purchase Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	278	15.80	3.92	3.96	15.32	14.75	42.49	34.17	38.28	47.12	3.21	12.20	33.66	50.93
Louisville MSA 31140	1,240	70.49	1.95	0.97	15.94	12.50	47.20	38.55	34.91	47.98	1.68	13.52	44.85	39.95
<b>Limited Review:</b>														
Bowling Green MSA 14540	39	2.22	0.00	0.00	9.66	23.08	54.60	35.90	35.74	41.03	0.00	11.25	49.64	39.11
Cincinnati MSA 17140	16	0.91	3.51	0.00	17.97	18.75	62.63	75.00	15.89	6.25	2.59	15.12	72.53	9.76
Elizabethtown MSA 21060	31	1.76	0.00	0.00	1.64	3.23	82.63	87.10	15.74	9.68	0.00	2.97	79.39	17.63
Franklin Co 99999	31	1.76	0.00	0.00	0.00	0.00	4.53	3.23	95.47	96.77	0.00	0.00	4.56	95.44
Owensboro MSA 36980	124	7.05	0.00	0.00	12.09	14.52	62.07	62.90	25.84	22.58	0.00	14.91	57.10	27.99

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* Home purchase loans originated and purchased in the MA/AA as a percentage of all home purchase loans originated and purchased in the rated area.

\*\*\* Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

\*\*\*\* Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 3a. Geographic Distribution of Home Improvement Loans**

Geographic Distribution: HOME IMPROVEMENT				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area:	Total Home Improvement Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	12	9.68	3.92	0.00	15.32	0.00	42.49	50.00	38.28	50.00	3.54	13.35	41.46	41.66
Louisville MSA 31140	93	75.00	1.95	1.08	15.94	13.98	47.20	52.69	34.91	32.26	3.04	17.77	48.75	30.45
<b>Limited Review:</b>														
Bowling Green MSA 14540	1	0.81	0.00	0.00	9.66	0.00	54.60	100.00	35.74	0.00	0.00	9.45	45.67	44.88
Cincinnati MSA 17140	1	0.81	3.51	0.00	17.97	0.00	62.63	100.00	15.89	0.00	4.55	17.27	67.45	10.73
Elizabethtown MSA 21060	7	5.65	0.00	0.00	1.64	0.00	82.63	85.71	15.74	14.29	0.00	2.24	81.30	16.46
Franklin Co 99999	4	3.23	0.00	0.00	0.00	0.00	4.53	0.00	95.47	100.00	0.00	0.00	9.09	90.91
Owensboro MSA 36980	6	4.84	0.00	0.00	12.09	0.00	62.07	66.67	25.84	33.33	0.00	10.87	63.91	25.22

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* Home improvement loans originated and purchased in the MA/AA as a percentage of all home improvement loans originated and purchased in the rated area.

\*\*\* Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

\*\*\*\* Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 4a. Geographic Distribution of Home Mortgage Refinance Loans**

Geographic Distribution: HOME MORTGAGE REFINANCE					Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006					
MA/Assessment Area:	Total Home Mortgage Refinance Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	172	11.97	3.92	10.47	15.32	19.77	42.49	27.33	38.28	42.44	3.74	13.88	37.89	44.49
Louisville MSA 31140	1,055	73.42	1.95	1.14	15.94	15.07	47.20	38.01	34.91	45.78	2.26	15.73	46.25	35.77
<b>Limited Review:</b>														
Bowling Green MSA 14540	56	3.90	0.00	0.00	9.66	19.64	54.60	39.29	35.74	41.07	0.00	8.22	50.49	41.29
Cincinnati MSA 17140	13	0.90	3.51	15.38	17.97	61.54	62.63	15.38	15.89	7.69	5.03	17.39	66.53	11.05
Elizabethtown MSA 21060	37	2.57	0.00	0.00	1.64	2.70	82.63	83.78	15.74	13.51	0.00	1.93	82.16	15.91
Franklin Co 99999	28	1.95	0.00	0.00	0.00	0.00	4.53	3.57	95.47	96.43	0.00	0.00	3.46	96.54
Owensboro MSA 36980	76	5.29	0.00	0.00	12.09	9.21	62.07	53.95	25.84	36.84	0.00	12.59	61.86	25.55

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* Home refinance loans originated and purchased in the MA/AA as a percentage of all home refinance loans originated and purchased in the rated area.

\*\*\* Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

\*\*\*\* Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 5a. Geographic Distribution of Multifamily Loans**

Geographic Distribution: MULTIFAMILY				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area:	Total Multifamily Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% of MF Units***	% BANK Loans****	% MF Units***	% BANK Loans	% MF Units***	% BANK Loans	% MF Units***	% BANK Loans	Low	Mod	Mid	Upp
Full Review:														
Lexington MSA 30460	3	7.14	18.13	0.00	22.09	0.00	40.79	66.67	18.99	33.33	10.42	18.75	43.75	27.08
Louisville MSA 31140	28	66.67	10.31	0.00	27.63	25.00	37.90	46.43	24.17	28.57	7.09	31.91	39.72	21.28
Limited Review:														
Bowling Green MSA 14540	4	9.52	0.00	0.00	41.81	50.00	47.25	50.00	10.94	0.00	0.00	38.10	61.90	0.00
Cincinnati MSA 17140	2	4.76	13.11	0.00	14.06	0.00	63.48	100.00	9.35	0.00	6.25	43.75	43.75	6.25
Elizabethtown MSA 21060	3	7.14	0.00	0.00	21.87	0.00	69.61	100.00	8.52	0.00	0.00	0.00	100.00	0.00
Franklin Co 99999	0	0.00	0.00	0.00	0.00	0.00	10.03	0.00	89.97	0.00	0.00	0.00	7.14	92.86
Owensboro MSA 36980	2	4.76	0.00	0.00	24.69	0.00	69.29	100.00	6.02	0.00	0.00	50.00	40.00	10.00

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* Multi-family loans originated and purchased in the MA/AA as a percentage of all multi-family loans originated and purchased in the rated area.

\*\*\* Percentage of Multi Family Units is the number of multi family units in a particular geography divided by the number of multi family housing units in the area based on 2000 Census information.

\*\*\*\* Multifamily loan distribution includes Home Purchases, Home Improvement and Refinances.



**Table 6a. Geographic Distribution of Small Loans to Businesses**

Geographic Distribution: SMALL LOANS TO BUSINESSES					Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006					
MA/Assessment Area:	Total Small Business Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate Lending (%) by Tract Income*			
	#	% of Total**	% of Businesses***	% BANK Loans	% of Businesses***	% BANK Loans	% of Businesses***	% BANK Loans	% of Businesses**	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	57	12.18	14.36	17.54	16.40	3.51	34.68	33.33	34.22	45.61	11.51	13.43	32.95	42.10
Louisville MSA 31140	350	74.79	4.00	8.86	22.55	18.86	35.48	26.00	37.98	46.29	3.23	18.36	33.62	44.79
<b>Limited Review:</b>														
Bowling Green MSA 14540	6	1.28	0.00	0.00	21.59	16.67	54.00	66.67	24.41	16.67	0.00	20.66	47.41	31.93
Cincinnati MSA 17140	10	2.14	5.48	20.00	15.57	10.00	67.28	50.00	11.67	20.00	5.63	12.05	67.35	14.97
Elizabethtown MSA 21060	20	4.27	0.00	0.00	6.43	0.00	77.52	75.00	16.04	25.00	0.00	2.47	80.93	16.59
Franklin Co 99999	6	1.28	0.00	0.00	0.00	0.00	5.24	0.00	94.76	100.00	0.00	0.00	2.66	97.34
Owensboro MSA 36980	19	4.06	0.00	0.00	23.74	31.58	55.21	36.84	21.06	31.58	0.00	20.89	53.10	26.01

\* Based on 2006 Peer Small Business Data -- US and PR

\*\* Small loans to businesses originated and purchased in the MA/AA as a percentage of all small loans to businesses originated and purchased in the rated area.

\*\*\* Source Data - Dun and Bradstreet (2006).

**Table 7a. Geographic Distribution of Small Loans to Farms**

Geographic Distribution: SMALL LOANS TO FARMS				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area:	Total Small Farm Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate Lending (%) by Tract Income*			
	#	% of Total**	% of Farms***	% BANK Loans	% of Farms**	% BANK Loans	% of Farms**	% BANK Loans	% of Farms**	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	0	0.00	6.47	0.00	10.13	0.00	36.64	0.00	46.76	0.00	6.73	2.02	42.09	49.16
Louisville MSA 31140	1	100.00	1.29	0.00	10.66	0.00	44.24	0.00	43.81	100.00	0.00	6.80	44.66	48.54
<b>Limited Review:</b>														
Bowling Green MSA 14540	0	0.00	0.00	0.00	5.50	0.00	60.52	0.00	33.98	0.00	0.00	0.00	72.86	27.14
Cincinnati MSA 17140	0	0.00	2.20	0.00	10.99	0.00	78.02	0.00	8.79	0.00	0.00	11.11	66.67	22.22
Elizabethtown MSA 21060	0	0.00	0.00	0.00	1.20	0.00	78.74	0.00	20.06	0.00	0.00	0.00	70.00	30.00
Franklin Co 99999	0	0.00	0.00	0.00	0.00	0.00	2.91	0.00	97.09	0.00	0.00	0.00	0.00	100.00
Owensboro MSA 36980	0	0.00	0.00	0.00	3.81	0.00	75.95	0.00	20.23	0.00	0.00	1.25	88.75	10.00

\* Based on 2006 Peer Small Business Data -- US and PR

\*\* Small loans to farms originated and purchased in the MA/AA as a percentage of all small loans to farms originated and purchased in the rated area.

\*\*\* Source Data - Dun and Bradstreet (2006).

**Table 8a. Borrower Distribution of Home Purchase Loans**

Borrower Distribution: HOME PURCHASE					Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006					
MA/Assessment Area:	Total Home Purchase Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families*	% BANK Loans****	% Families <sup>20</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	278	15.80	20.23	8.46	16.69	22.69	21.35	27.31	41.74	41.54	7.25	21.07	28.55	43.13
Louisville MSA 31140	1,240	70.49	19.61	9.96	17.60	24.42	22.35	23.64	40.43	41.99	8.74	24.57	25.95	40.74
<b>Limited Review:</b>														
Bowling Green MSA 14540	39	2.22	19.59	2.63	16.71	13.16	20.88	31.58	42.83	52.63	5.94	18.28	28.75	47.03
Cincinnati MSA 17140	16	0.91	19.00	27.27	19.61	18.18	25.22	27.27	36.16	27.27	11.64	27.74	27.85	32.77
Elizabethtown MSA 21060	31	1.76	18.06	3.57	18.48	28.57	23.03	14.29	40.43	53.57	5.01	21.02	30.16	43.80
Franklin Co 99999	31	1.76	10.71	0.00	10.33	3.23	15.20	19.35	63.77	77.42	0.73	9.74	19.77	69.77
Owensboro MSA 36980	124	7.05	18.70	20.00	17.31	33.33	23.07	20.00	40.92	26.67	12.59	28.62	26.03	32.75

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* As a percentage of loans with borrower income information available. No information was available for 6.6% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home purchase loans originated and purchased in the MA/AA as a percentage of all home purchase loans originated and purchased in the rated area.

<sup>20</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 9a. Borrower Distribution of Home Improvement Loans**

Borrower Distribution: HOME IMPROVEMENT					Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006					
MA/Assessment Area:	Total Home Improvement Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families***	% BANK Loans****	% Families <sup>21</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	12	9.68	20.23	0.00	16.69	9.09	21.35	9.09	41.74	81.82	9.27	21.94	29.07	39.72
Louisville MSA 31140	93	75.00	19.61	8.60	17.60	21.51	22.35	25.81	40.43	44.09	12.11	24.60	25.64	37.64
<b>Limited Review:</b>														
Bowling Green MSA 14540	1	0.81	19.59	0.00	16.71	0.00	20.88	100.00	42.83	0.00	9.39	15.10	28.98	46.53
Cincinnati MSA 17140	1	0.81	19.00	0.00	19.61	0.00	25.22	0.00	36.16	100.00	15.00	24.26	30.37	30.37
Elizabethtown MSA 21060	7	5.65	18.06	14.29	18.48	14.29	23.03	28.57	40.43	42.86	10.99	19.11	26.70	43.19
Franklin Co 99999	4	3.23	10.71	0.00	10.33	0.00	15.20	25.00	63.77	75.00	4.03	12.08	27.52	56.38
Owensboro MSA 36980	6	4.84	18.70	0.00	17.31	20.00	23.07	0.00	40.92	80.00	11.66	22.87	25.11	40.36

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* As a percentage of loans with borrower income information available. No information was available for 1.6% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home improvement loans originated and purchased in the MA/AA as a percentage of all home improvement loans originated and purchased in the rated area.

<sup>21</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 10a. Borrower Distribution of Home Mortgage Refinance Loans**

Borrower Distribution: HOME MORTGAGE REFINANCE					Geography: REPUBLIC BANK 2006			Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006						
MA/Assessment Area:	Total Home Mortgage Refinance Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families***	% BANK Loans****	% Families <sup>22</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	172	11.97	20.23	7.88	16.69	21.21	21.35	23.64	41.74	47.27	8.86	21.56	25.86	43.72
Louisville MSA 31140	1,055	73.42	19.61	8.71	17.60	21.82	22.35	26.43	40.43	43.04	9.73	22.00	27.17	41.10
<b>Limited Review:</b>														
Bowling Green MSA 14540	56	3.90	19.59	5.56	16.71	24.07	20.88	35.19	42.83	35.19	6.94	18.32	27.27	47.46
Cincinnati MSA 17140	13	0.90	19.00	30.77	19.61	15.38	25.22	38.46	36.16	15.38	10.74	23.58	29.17	36.51
Elizabethtown MSA 21060	37	2.57	18.06	5.71	18.48	22.86	23.03	14.29	40.43	57.14	7.50	18.09	27.49	46.92
Franklin Co 99999	28	1.95	10.71	0.00	10.33	3.70	15.20	11.11	63.77	85.19	2.93	9.04	19.49	68.54
Owensboro MSA 36980	76	5.29	18.70	10.81	17.31	16.22	23.07	29.73	40.92	43.24	10.38	23.18	25.19	41.26

\* Based on 2006 Peer Mortgage Data (Eastern)

\*\* As a percentage of loans with borrower income information available. No information was available for 4.9% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home refinance loans originated and purchased in the MA/AA as a percentage of all home refinance loans originated and purchased in the rated area.

<sup>22</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 11a. Borrower Distribution of Small Loans to Businesses**

Borrower Distribution: SMALL LOANS TO BUSINESSES					Geography: REPUBLIC BANK 2006		Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006		
MA/Assessment Area:	Total Small Loans to Businesses		Businesses With Revenues of \$1 million or less		Loans by Original Amount Regardless of Business Size			Aggregate Lending Data*	
	#	% of Total**	% of Businesses***	% BANK Loans****	\$100,000 or less	>\$100,000 to \$250,000	>\$250,000 to \$1,000,000	All	Rev\$ 1 Million or Less
<b>Full Review:</b>									
Lexington MSA 30460	57	12.18	62.25	87.72	47.37	29.82	22.81	12,663	4,610
Louisville MSA 31140	350	74.79	62.00	84.57	53.14	22.29	24.57	34,100	12,642
<b>Limited Review:</b>									
Bowling Green MSA 14540	6	1.28	56.54	83.33	16.67	50.00	33.33	3,235	1,276
Cincinnati MSA 17140	10	2.14	61.70	90.00	20.00	20.00	60.00	4,223	1,618
Elizabethtown MSA 21060	20	4.27	57.60	95.00	75.00	20.00	5.00	2,240	792
Franklin Co 99999	6	1.28	55.39	100.00	33.33	33.33	33.33	1,222	472
Owensboro MSA 36980	19	4.06	56.02	89.47	57.89	31.58	10.53	2,649	924

\* Based on 2006 Peer Small Business Data -- US and PR

\*\* Small loans to businesses originated and purchased in the MA/AA as a percentage of all small loans to businesses originated and purchased in the rated area.

\*\*\* Businesses with revenues of \$1 million or less as a percentage of all businesses (Source D&B - 2006).

\*\*\*\* Small loans to businesses with revenues of \$1 million or less as a percentage of all loans reported as small loans to businesses. No information was available for 0.43% of small loans to businesses originated and purchased by the bank.

**Table 12a. Borrower Distribution of Small Loans to Farms**

Borrower Distribution: SMALL LOANS TO FARMS					Geography: REPUBLIC BANK 2006			Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006	
MA/Assessment Area:	Total Small Loans to Farms		Farms With Revenues of \$1 million or less		Loans by Original Amount Regardless of Farm Size			Aggregate Lending Data*	
	#	% of Total**	% of Farms***	% BANK Loans****	\$100,000 or less	>\$100,000 to \$250,000	>\$250,000 to \$1,000,000	All	Rev\$ 1 Million or Less
<b>Full Review:</b>									
Lexington MSA 30460	0	0.00	90.61	0.00	0.00	0.00	0.00	298	197
Louisville MSA 31140	1	100.00	93.04	100.00	0.00	0.00	100.00	210	170
<b>Limited Review:</b>									
Bowling Green MSA 14540	0	0.00	93.53	0.00	0.00	0.00	0.00	71	63
Cincinnati MSA 17140	0	0.00	92.31	0.00	0.00	0.00	0.00	9	4
Elizabethtown MSA 21060	0	0.00	96.41	0.00	0.00	0.00	0.00	20	13
Franklin Co 99999	0	0.00	92.23	0.00	0.00	0.00	0.00	50	42
Owensboro MSA 36980	0	0.00	96.19	0.00	0.00	0.00	0.00	82	54

\* Based on 2006 Peer Small Business Data -- US and PR

\*\* Small loans to farms originated and purchased in the MA/AA as a percentage of all small loans to farms originated and purchased in the rated area.

\*\*\* Farms with revenues of \$1 million or less as a percentage of all farms (Source D&B - 2006).

\*\*\*\* Small loans to farms with revenues of \$1 million or less as a percentage of all loans reported as small loans to farms. No information was available for 0.00% of small loans to farms originated and purchased by the bank.

**Table 14a. Qualified Investments**

QUALIFIED INVESTMENTS			Geography: REPUBLIC BANK 2006 & 2007		Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2007				
MA/Assessment Area:	Prior Period Investments <sup>*</sup>		Current Period Investments		Total Investments			Unfunded Commitments <sup>**</sup>	
	#	\$(000's)	#	\$(000's)	#	\$(000's)	% of Total	#	\$(000's)
<b>Full Review:</b>									
Lexington MSA 30460	4	2,732	17	583	21	3,315	17.84	0	0
Louisville MSA 31140	4	3,678	77	9,582	81	13,260	71.37	0	0
<b>Limited Review:</b>									
Bowling Green MSA 14540	0	0	5	1,002	5	1,002	5.39	1	150
Cincinnati MSA 17140	0	0	3	1	3	1	0.01	0	0
Elizabethtown MSA 21060	0	0	1	1	1	1	0.01	0	0
Franklin Co 99999	0	0	1	1	1	1	0.01	0	0
Owensboro MSA 36980	0	0	1	1,000	1	1,000	5.38	0	0

<sup>\*</sup> 'Prior Period Investments' means investments made in a previous period that are outstanding as of the examination date.

<sup>\*\*</sup> 'Unfunded Commitments' means legally binding investment commitments that are tracked and recorded by the institution's financial reporting system.



**Table 15a. Distribution of Branch Delivery System and Branch Openings/Closings**

DISTRIBUTION OF BRANCH DELIVERY SYSTEM AND BRANCH OPENINGS/CLOSINGS      Geography: REPUBLIC BANK 2006																	
Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006																	
MA/Assessment Area:	Deposits	Branches						Branch Openings/Closings						Population			
	% of Rated Area Deposits in AA	# of BANK Branches	% of Rated Area Branches in AA	Location of Branches by Income of Geographies (%)				# of Branch Openings	# of Branch Closings	Net change in Location of Branches (+ or - )				% of Population within Each Geography			
				Low	Mod	Mid	Upp			Low	Mod	Mid	Upp	Low	Mod	Mid	Upp
Full Review:																	
Lexington MSA 30460	10.04	6	17.14	0.00	0.00	66.67	33.33	0	0	0	0	0	0	9.99	19.02	39.36	31.49
Louisville MSA 31140	77.99	22	62.86	9.09	13.64	31.82	45.45	1	0	0	0	1	0	4.50	20.40	44.18	30.92
Limited Review:																	
Bowling Green MSA 14540	2.96	1	2.86	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	18.05	54.35	27.60
Cincinnati MSA 17140	0.04	1	2.86	0.00	0.00	0.00	100.00	1	0	0	0	0	1	6.56	19.92	59.42	14.10
Elizabethtown MSA 21060	2.89	1	2.86	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	11.74	75.28	12.98
Franklin Co 99999	2.21	2	5.71	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	0.00	5.92	94.08
Owensboro MSA 36980	3.86	2	5.71	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	16.43	60.78	22.79

### Distribution of Branch and ATM Delivery System

DISTRIBUTION OF BRANCH and ATM DELIVERY SYSTEM				Geography: REPUBLIC BANK 2006				Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2006									
MA/Assessment Area:	Deposits	Branches						ATMs						Population			
	% of Total Bank Deposits	# of BANK Branches	% of Total Bank Branches	Location of Branches by Income of Geographies (%)				# of Bank ATMs	# of Total Bank ATMs	Location of ATMs by Income of Geographies				% of Population within Each Geography			
				Low	Mod	Mid	Upp			Low	Mod	Mid	Upp	Low	Mod	Mid	Upp
Full Review:																	
Lexington MSA 30460	10.04	6	17.14	0	0	67	33	6	10.53	0	0	4	2	9.99	19.02	39.36	31.49
Louisville MSA 31140	77.99	22	62.86	9	14	32	45	41	71.93	6	7	12	16	4.50	20.40	44.18	30.92
Limited Review:																	
Bowling Green MSA 14540	2.96	1	2.86	0	0	0	100	1	1.75	0	0	0	1	0.00	18.05	54.35	27.60
Cincinnati MSA 17140	0.04	1	2.86	0	0	0	100	2	3.51	0	0	1	1	6.56	19.92	59.42	14.10
Elizabethtown MSA 21060	2.89	1	2.86	0	0	0	100	3	5.26	0	0	0	3	0.00	11.74	75.28	12.98
Franklin Co 99999	2.21	2	5.71	0	0	0	100	2	3.51	0	0	0	2	0.00	0.00	5.92	94.08
Owensboro MSA 36980	3.86	2	5.71	0	0	0	100	2	3.51	0	0	0	2	0.00	16.43	60.78	22.79

### Bowling Green MSA 14540

Demographic Information for Limited Scope Area: Bowling Green MSA 14540						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	19	0.00	21.05	57.89	21.05	0.00
Population by Geography	92,522	0.00	18.05	54.35	27.60	0.00
Owner-Occupied Housing by Geography	22,643	0.00	9.66	54.60	35.74	0.00
Business by Geography	7,426	0.00	21.59	54.00	24.41	0.00
Farms by Geography	309	0.00	5.50	60.52	33.98	0.00
Family Distribution by Income Level	23,726	19.59	16.71	20.88	42.83	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	8,611	0.00	25.91	54.95	19.14	0.00
Median Family Income		43,019	Median Housing Value		95,965	
HUD Adjusted Median Family Income for 2006		50,900	Unemployment Rate (2000 US		3.11%	
Households Below Poverty Level		16%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2006 HUD updated MFI

# **Owensboro MSA 36980**

Demographic Information for Limited Scope Area: Owensboro MSA 36980						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	23	0.00	17.39	56.52	26.09	0.00
Population by Geography	91,545	0.00	16.43	60.78	22.79	0.00
Owner-Occupied Housing by Geography	25,333	0.00	12.09	62.07	25.84	0.00
Business by Geography	6,155	0.00	23.74	55.21	21.06	0.00
Farms by Geography	341	0.00	3.81	75.95	20.23	0.00
Family Distribution by Income Level	25,016	18.70	17.31	23.07	40.92	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	9,007	0.00	26.11	59.69	14.20	0.00
Median Family Income		43,999	Median Housing Value		79,835	
HUD Adjusted Median Family Income for 2006		52,700	Unemployment Rate (2000 US		2.87%	
Households Below Poverty Level		13%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2006 HUD updated MFI

# **Louisville MSA 31140**

Demographic Information for Full Scope Area: Louisville MSA 31140						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	235	5.96	26.81	39.15	28.09	0.00
Population by Geography	1,001,650	4.50	20.40	44.18	30.92	0.00
Owner-Occupied Housing by Geography	273,719	1.95	15.94	47.20	34.91	0.00
Business by Geography	73,838	4.00	22.55	35.48	37.98	0.00
Farms by Geography	1,867	1.29	10.66	44.24	43.81	0.00
Family Distribution by Income Level	269,341	19.61	17.60	22.35	40.43	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	100,242	8.87	30.00	45.32	15.81	0.00
Median Family Income		49,301	Median Housing Value		109,020	
HUD Adjusted Median Family Income for 2006		58,900	Unemployment Rate (2000 US		2.38%	
Households Below Poverty Level		11%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2006 HUD updated MFI

## Lexington MSA 30460

Demographic Information for Full Scope Area: Lexington MSA 30460						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	68	13.24	19.12	39.71	26.47	1.47
Population by Geography	293,573	9.99	19.02	39.36	31.49	0.15
Owner-Occupied Housing by Geography	68,364	3.92	15.32	42.49	38.28	0.00
Business by Geography	23,805	14.36	16.40	34.68	34.22	0.34
Farms by Geography	958	6.47	10.13	36.64	46.76	0.00
Family Distribution by Income Level	72,689	20.23	16.69	21.35	41.74	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	26,836	12.93	28.67	41.06	17.34	0.00
Median Family Income		51,365	Median Housing Value		115,830	
HUD Adjusted Median Family Income for 2006		61,800	Unemployment Rate (2000 US		2.91%	
Households Below Poverty Level		13%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.  
Source: 2000 US Census and 2006 HUD updated MFI

# Franklin Co 99999

Demographic Information for Limited Scope Area: Franklin Co 99999						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	10	0.00	0.00	10.00	90.00	0.00
Population by Geography	47,687	0.00	0.00	5.92	94.08	0.00
Owner-Occupied Housing by Geography	12,900	0.00	0.00	4.53	95.47	0.00
Business by Geography	3,972	0.00	0.00	5.24	94.76	0.00
Farms by Geography	103	0.00	0.00	2.91	97.09	0.00
Family Distribution by Income Level	12,831	10.71	10.33	15.20	63.77	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	2,699	0.00	0.00	12.56	87.44	0.00
Median Family Income		32,884	Median Housing Value		91,179	
HUD Adjusted Median Family Income for 2006		39,300	Unemployment Rate (2000 US		3.27%	
Households Below Poverty Level		12%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2006 HUD updated MFI

## Elizabethtown MSA 21060

Demographic Information for Limited Scope Area: Elizabethtown MSA 21060						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	19	0.00	10.53	78.95	10.53	0.00
Population by Geography	94,174	0.00	11.74	75.28	12.98	0.00
Owner-Occupied Housing by Geography	23,075	0.00	1.64	82.63	15.74	0.00
Business by Geography	6,389	0.00	6.43	77.52	16.04	0.00
Farms by Geography	334	0.00	1.20	78.74	20.06	0.00
Family Distribution by Income Level	25,577	18.06	18.48	23.03	40.43	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	9,347	0.00	12.96	76.93	10.11	0.00
Median Family Income		42,911	Median Housing Value		82,449	
HUD Adjusted Median Family Income for 2006		51,300	Unemployment Rate (2000 US		2.58%	
Households Below Poverty Level		10%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.  
Source: 2000 US Census and 2006 HUD updated MFI



# **Cincinnati MSA 17140**

Demographic Information for Limited Scope Area: Cincinnati MSA 17140						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	41	9.76	24.39	56.10	9.76	0.00
Population by Geography	151,464	6.56	19.92	59.42	14.10	0.00
Owner-Occupied Housing by Geography	39,442	3.51	17.97	62.63	15.89	0.00
Business by Geography	8,717	5.48	15.57	67.28	11.67	0.00
Farms by Geography	182	2.20	10.99	78.02	8.79	0.00
Family Distribution by Income Level	39,457	19.00	19.61	25.22	36.16	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	15,237	11.36	28.19	53.30	7.15	0.00
Median Family Income		54,771	Median Housing Value		107,362	
HUD Adjusted Median Family Income for 2006		64,600	Unemployment Rate (2000 US Census)		1.85%	
Households Below Poverty Level		9%				

(\*) The NA category consists of geographies that have not been assigned an income classification.  
Source: 2000 US Census and 2006 HUD updated MFI

## 2007 Information

**Table 1b. Lending Volume**

LENDING VOLUME				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007				
MA/Assessment Area (2007):	% of Rated Area Loans (#) in MA/AA*	Home Mortgage		Small Loans to Businesses		Small Loans to Farms		Community Development Loans**		Total Reported Loans		% of Rated Area Deposits in MA/AA***
		#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$(000's)	
Full Review:												
Lexington MSA 30460	13.97	427	63,735	58	11,901	0	0	3	1,200	488	76,836	10.01
Louisville MSA 31140	71.42	2,056	278,955	416	71,242	1	253	21	39,901	2,494	390,351	76.40
Limited Review:												
Bowling Green MSA 14540	1.80	55	5,500	7	1,145	0	0	1	472	63	7,117	3.18
Cincinnati MSA 17140	1.49	37	9,696	14	3,559	0	0	1	738	52	13,993	0.48
Elizabethtown MSA 21060	2.63	80	7,597	12	1,893	0	0	0	0	92	9,490	3.08
Franklin Co 99999	2.29	73	7,374	7	1,583	0	0	0	0	80	8,957	2.41
Owensboro MSA 36980	6.39	196	19,053	27	3,751	0	0	0	0	223	22,804	4.43

<sup>\*</sup> Loan Data as of December 31, 2007. Rated area refers to either state or multi-state MA rating area.

<sup>\*\*</sup> The evaluation period for Community Development Loans is from January 01, 2006 to December 31, 2007.

<sup>\*\*\*</sup> Deposit Data as of January 1, 2008. Rated Area refers to either the state, multi-state MA, or institution, as appropriate.

**Table 1b. Other Products**

LENDING VOLUME				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area (2007):	% of Rated Area Loans (#) in MA/AA*	Total Optional Loans		Small Business Real Estate Secured**		Home Equity**		Motor Vehicle**		Credit Card**		Other Secured Consumer**		% of Rated Area Deposits in MA/AA***
		#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$ (000's)	#	\$(000's)	
Full Review:														
Lexington MSA 30460	0.00	0	0	0	0	0	0	0	0	0	0	0	0	10.01
Louisville MSA 31140	100.00	16	1,669	16	1,669	0	0	0	0	0	0	0	0	76.40
Limited Review:														
Bowling Green MSA 14540	0.00	0	0	0	0	0	0	0	0	0	0	0	0	3.18
Cincinnati MSA 17140	0.00	0	0	0	0	0	0	0	0	0	0	0	0	0.48
Elizabethtown MSA 21060	0.00	0	0	0	0	0	0	0	0	0	0	0	0	3.08
Franklin Co 99999	0.00	0	0	0	0	0	0	0	0	0	0	0	0	2.41
Owensboro MSA 36980	0.00	0	0	0	0	0	0	0	0	0	0	0	0	4.43

\* Loan Data as of December 31, 2007. Rated area refers to either state or multi-state MA rating area.

\*\* The evaluation period for Optional Product Line(s) is from January 01, 2007 to December 31, 2007.

\*\*\* Deposit Data as of January 1, 2008. Rated Area refers to either the state, multi-state MA, or institution, as appropriate.

**Table 2b. Geographic Distribution of Home Purchase Loans**

Geographic Distribution: HOME PURCHASE				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Home Purchase Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	232	15.13	3.92	9.48	15.32	19.40	42.49	31.90	38.28	39.22	0.00	0.00	0.00	0.00
Louisville MSA 31140	1,078	70.32	1.95	1.11	15.94	16.98	47.20	41.28	34.91	40.63	0.00	0.00	0.00	0.00
<b>Limited Review:</b>														
Bowling Green MSA 14540	27	1.76	0.00	0.00	9.66	14.81	54.60	29.63	35.74	55.56	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	21	1.37	3.51	14.29	17.97	4.76	62.63	76.19	15.89	4.76	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	31	2.02	0.00	0.00	1.64	0.00	82.63	83.87	15.74	16.13	0.00	0.00	0.00	0.00
Franklin Co 99999	23	1.50	0.00	0.00	0.00	0.00	4.53	0.00	95.47	100.00	0.00	0.00	0.00	0.00
Owensboro MSA 36980	121	7.89	0.00	0.00	12.09	13.22	62.07	60.33	25.84	26.45	0.00	0.00	0.00	0.00

\* Based on

\*\* Home purchase loans originated and purchased in the MA/AA as a percentage of all home purchase loans originated and purchased in the rated area.

\*\*\* Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

\*\*\*\* Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 3b. Geographic Distribution of Home Improvement Loans**

Geographic Distribution: HOME IMPROVEMENT				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Home Improvement Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	19	16.52	3.92	5.26	15.32	15.79	42.49	36.84	38.28	42.11	0.00	0.00	0.00	0.00
Louisville MSA 31140	67	58.26	1.95	0.00	15.94	19.40	47.20	37.31	34.91	43.28	0.00	0.00	0.00	0.00
<b>Limited Review:</b>														
Bowling Green MSA 14540	4	3.48	0.00	0.00	9.66	25.00	54.60	25.00	35.74	50.00	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	0	0.00	3.51	0.00	17.97	0.00	62.63	0.00	15.89	0.00	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	11	9.57	0.00	0.00	1.64	0.00	82.63	54.55	15.74	45.45	0.00	0.00	0.00	0.00
Franklin Co 99999	9	7.83	0.00	0.00	0.00	0.00	4.53	11.11	95.47	88.89	0.00	0.00	0.00	0.00
Owensboro MSA 36980	5	4.35	0.00	0.00	12.09	0.00	62.07	60.00	25.84	40.00	0.00	0.00	0.00	0.00

\* Based on

\*\* Home improvement loans originated and purchased in the MA/AA as a percentage of all home improvement loans originated and purchased in the rated area.

\*\*\* Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

\*\*\*\* Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 4b. Geographic Distribution of Home Mortgage Refinance Loans**

Geographic Distribution: HOME MORTGAGE REFINANCE    Geography: REPUBLIC BANK 2007														Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007			
MA/Assessment Area:	Total Home Mortgage Refinance Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*						
	#	% of Total**	% Owner Occ Units***	% BANK Loans****	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	% Owner Occ Units***	% BANK Loans	Low	Mod	Mid	Upp			
Full Review:																	
Lexington MSA 30460	169	13.67	3.92	7.10	15.32	18.34	42.49	28.99	38.28	45.56	0.00	0.00	0.00	0.00			
Louisville MSA 31140	887	71.76	1.95	0.68	15.94	12.63	47.20	38.67	34.91	48.03	0.00	0.00	0.00	0.00			
Limited Review:																	
Bowling Green MSA 14540	24	1.94	0.00	0.00	9.66	25.00	54.60	45.83	35.74	29.17	0.00	0.00	0.00	0.00			
Cincinnati MSA 17140	12	0.97	3.51	0.00	17.97	50.00	62.63	33.33	15.89	16.67	0.00	0.00	0.00	0.00			
Elizabethtown MSA 21060	36	2.91	0.00	0.00	1.64	2.78	82.63	75.00	15.74	22.22	0.00	0.00	0.00	0.00			
Franklin Co 99999	40	3.24	0.00	0.00	0.00	0.00	4.53	7.50	95.47	92.50	0.00	0.00	0.00	0.00			
Owensboro MSA 36980	68	5.50	0.00	0.00	12.09	11.76	62.07	66.18	25.84	22.06	0.00	0.00	0.00	0.00			

<sup>\*</sup> Based on

<sup>\*\*</sup> Home refinance loans originated and purchased in the MA/AA as a percentage of all home refinance loans originated and purchased in the rated area.

<sup>\*\*\*</sup> Percentage of Owner Occupied Units is the number of owner occupied units in a particular geography divided by the number of owner occupied housing units in the area based on 2000 Census information.

<sup>\*\*\*\*</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 5b. Geographic Distribution of Multifamily Loans**

Geographic Distribution: MULTIFAMILY				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Multifamily Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate HMDA Lending (%) by Tract Income*			
	#	% of Total**	% of MF Units***	% BANK Loans****	% MF Units***	% BANK Loans	% MF Units***	% BANK Loans	% MF Units***	% BANK Loans	Low	Mod	Mid	Upp
Full Review:														
Lexington MSA 30460	7	18.92	18.13	14.29	22.09	28.57	40.79	42.86	18.99	14.29	0.00	0.00	0.00	0.00
Louisville MSA 31140	23	62.16	10.31	4.35	27.63	30.43	37.90	43.48	24.17	21.74	0.00	0.00	0.00	0.00
Limited Review:														
Bowling Green MSA 14540	0	0.00	0.00	0.00	41.81	0.00	47.25	0.00	10.94	0.00	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	4	10.81	13.11	25.00	14.06	0.00	63.48	75.00	9.35	0.00	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	1	2.70	0.00	0.00	21.87	0.00	69.61	100.00	8.52	0.00	0.00	0.00	0.00	0.00
Franklin Co 99999	0	0.00	0.00	0.00	0.00	0.00	10.03	0.00	89.97	0.00	0.00	0.00	0.00	0.00
Owensboro MSA 36980	2	5.41	0.00	0.00	24.69	0.00	69.29	50.00	6.02	50.00	0.00	0.00	0.00	0.00

\* Based on

\*\* Multi-family loans originated and purchased in the MA/AA as a percentage of all multi-family loans originated and purchased in the rated area.

\*\*\* Percentage of Multi Family Units is the number of multi family units in a particular geography divided by the number of multi family housing units in the area based on 2000 Census information.

\*\*\*\* Multifamily loan distribution includes Home Purchases, Home Improvement and Refinances.

**Table 6b. Geographic Distribution of Small Loans to Businesses**

Geographic Distribution: SMALL LOANS TO BUSINESSES    Geography: REPUBLIC BANK 2007								Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Small Business Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate Lending (%) by Tract Income*			
	#	% of Total**	% of Businesses***	% BANK Loans	% of Businesses***	% BANK Loans	% of Businesses***	% BANK Loans	% of Businesses** *	% BANK Loans	Low	Mod	Mid	Upp
Full Review:														
Lexington MSA 30460	58	10.72	14.03	15.52	15.99	12.07	34.59	32.76	35.12	39.66	0.00	0.00	0.00	0.00
Louisville MSA 31140	416	76.89	3.93	8.17	22.24	18.27	35.71	31.49	38.12	42.07	0.00	0.00	0.00	0.00
Limited Review:														
Bowling Green MSA 14540	7	1.29	0.00	0.00	21.93	14.29	53.15	42.86	24.92	42.86	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	14	2.59	5.45	0.00	15.36	7.14	67.80	78.57	11.39	14.29	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	12	2.22	0.00	0.00	6.57	0.00	76.29	58.33	17.14	41.67	0.00	0.00	0.00	0.00
Franklin Co 99999	7	1.29	0.00	0.00	0.00	0.00	5.11	0.00	94.89	100.00	0.00	0.00	0.00	0.00
Owensboro MSA 36980	27	4.99	0.00	0.00	23.65	18.52	55.29	44.44	21.07	37.04	0.00	0.00	0.00	0.00

\* Based on

\*\* Small loans to businesses originated and purchased in the MA/AA as a percentage of all small loans to businesses originated and purchased in the rated area.

\*\*\* Source Data - Dun and Bradstreet (2007).



**Table 7b. Geographic Distribution of Small Loans to Farms**

Geographic Distribution: SMALL LOANS TO FARMS				Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Small Farm Loans		Low-Income Geographies		Moderate-Income Geographies		Middle-Income Geographies		Upper-Income Geographies		Aggregate Lending (%) by Tract Income*			
	#	% of Total**	% of Farms***	% BANK Loans	% of Farms**	% BANK Loans	% of Farms**	% BANK Loans	% of Farms**	% BANK Loans	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	0	0.00	5.96	0.00	9.39	0.00	37.17	0.00	47.47	0.00	0.00	0.00	0.00	0.00
Louisville MSA 31140	1	100.00	1.31	0.00	10.61	0.00	44.59	100.00	43.49	0.00	0.00	0.00	0.00	0.00
<b>Limited Review:</b>														
Bowling Green MSA 14540	0	0.00	0.00	0.00	5.84	0.00	59.09	0.00	35.06	0.00	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	0	0.00	2.49	0.00	10.45	0.00	78.61	0.00	8.46	0.00	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	0	0.00	0.00	0.00	1.51	0.00	78.61	0.00	19.88	0.00	0.00	0.00	0.00	0.00
Franklin Co 99999	0	0.00	0.00	0.00	0.00	0.00	3.64	0.00	96.36	0.00	0.00	0.00	0.00	0.00
Owensboro MSA 36980	0	0.00	0.00	0.00	3.47	0.00	76.59	0.00	19.94	0.00	0.00	0.00	0.00	0.00

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\* Based on

\*\* Small loans to farms originated and purchased in the MA/AA as a percentage of all small loans to farms originated and purchased in the rated area.

\*\*\* Source Data - Dun and Bradstreet (2007).

**Table 8b. Borrower Distribution of Home Purchase Loans**

Borrower Distribution: HOME PURCHASE					Geography: REPUBLIC BANK 2007				Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007					
MA/Assessment Area:	Total Home Purchase Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families* **	% BANK Loans****	% Families <sup>23</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	232	15.13	20.23	13.30	16.69	32.57	21.35	13.76	41.74	40.37	0.00	0.00	0.00	0.00
Louisville MSA 31140	1,078	70.32	19.61	8.04	17.60	26.67	22.35	23.73	40.43	41.57	0.00	0.00	0.00	0.00
<b>Limited Review:</b>														
Bowling Green MSA 14540	27	1.76	19.59	3.85	16.71	23.08	20.88	38.46	42.83	34.62	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	21	1.37	19.00	5.00	19.61	55.00	25.22	15.00	36.16	25.00	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	31	2.02	18.06	6.67	18.48	10.00	23.03	43.33	40.43	40.00	0.00	0.00	0.00	0.00
Franklin Co 99999	23	1.50	10.71	0.00	10.33	4.76	15.20	23.81	63.77	71.43	0.00	0.00	0.00	0.00
Owensboro MSA 36980	121	7.89	18.70	14.53	17.31	21.37	23.07	29.06	40.92	35.04	0.00	0.00	0.00	0.00

\* Based on

\*\* As a percentage of loans with borrower income information available. No information was available for 5.3% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home purchase loans originated and purchased in the MA/AA as a percentage of all home purchase loans originated and purchased in the rated area.

<sup>23</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 9b. Borrower Distribution of Home Improvement Loans**

Borrower Distribution: HOME IMPROVEMENT					Geography: REPUBLIC BANK 2007			Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007						
MA/Assessment Area:	Total Home Improvement Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families***	% BANK Loans****	% Families <sup>24</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
<b>Full Review:</b>														
Lexington MSA 30460	19	16.52	20.23	5.26	16.69	36.84	21.35	15.79	41.74	42.11	0.00	0.00	0.00	0.00
Louisville MSA 31140	67	58.26	19.61	18.75	17.60	9.38	22.35	26.56	40.43	45.31	0.00	0.00	0.00	0.00
<b>Limited Review:</b>														
Bowling Green MSA 14540	4	3.48	19.59	50.00	16.71	0.00	20.88	25.00	42.83	25.00	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	0	0.00	19.00	0.00	19.61	0.00	25.22	0.00	36.16	0.00	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	11	9.57	18.06	10.00	18.48	40.00	23.03	10.00	40.43	40.00	0.00	0.00	0.00	0.00
Franklin Co 99999	9	7.83	10.71	0.00	10.33	0.00	15.20	11.11	63.77	88.89	0.00	0.00	0.00	0.00
Owensboro MSA 36980	5	4.35	18.70	0.00	17.31	20.00	23.07	20.00	40.92	60.00	0.00	0.00	0.00	0.00

\* Based on

\*\* As a percentage of loans with borrower income information available. No information was available for 3.5% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home improvement loans originated and purchased in the MA/AA as a percentage of all home improvement loans originated and purchased in the rated area.

<sup>24</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 10b. Borrower Distribution of Home Mortgage Refinance Loans**

Borrower Distribution: HOME MORTGAGE REFINANCE      Geography: REPUBLIC BANK 2007      Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007														
MA/Assessment Area:	Total Home Mortgage Refinance Loans		Low-Income Borrowers		Moderate-Income Borrowers		Middle-Income Borrowers		Upper-Income Borrowers		Aggregate Lending Data*			
	#	% of Total**	% Families***	% BANK Loans****	% Families <sup>25</sup>	% BANK Loans****	% Families***	% BANK Loans****	% Families***	% BANK Loans****	Low	Mod	Mid	Upp
Full Review:														
Lexington MSA 30460	169	13.67	20.23	4.40	16.69	19.50	21.35	25.16	41.74	50.94	0.00	0.00	0.00	0.00
Louisville MSA 31140	887	71.76	19.61	7.46	17.60	17.99	22.35	27.93	40.43	46.63	0.00	0.00	0.00	0.00
Limited Review:														
Bowling Green MSA 14540	24	1.94	19.59	8.33	16.71	12.50	20.88	41.67	42.83	37.50	0.00	0.00	0.00	0.00
Cincinnati MSA 17140	12	0.97	19.00	18.18	19.61	18.18	25.22	18.18	36.16	45.45	0.00	0.00	0.00	0.00
Elizabethtown MSA 21060	36	2.91	18.06	13.89	18.48	2.78	23.03	27.78	40.43	55.56	0.00	0.00	0.00	0.00
Franklin Co 99999	40	3.24	10.71	0.00	10.33	7.50	15.20	25.00	63.77	67.50	0.00	0.00	0.00	0.00
Owensboro MSA 36980	68	5.50	18.70	12.31	17.31	9.23	23.07	18.46	40.92	60.00	0.00	0.00	0.00	0.00

\* Based on

\*\* As a percentage of loans with borrower income information available. No information was available for 4.5% of loans originated and purchased by BANK.

\*\*\* Percentage of Families is based on the 2000 Census information.

\*\*\*\* Home refinance loans originated and purchased in the MA/AA as a percentage of all home refinance loans originated and purchased in the rated area.

<sup>25</sup> Data shown includes only One to Four-family and manufactured housing. (Property type of 1 or 2)

**Table 11b. Borrower Distribution of Small Loans to Businesses**

Borrower Distribution: SMALL LOANS TO BUSINESSES		Geography: REPUBLIC BANK 2007			Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007				
MA/Assessment Area:	Total Small Loans to Businesses		Businesses With Revenues of \$1 million or less		Loans by Original Amount Regardless of Business Size			Aggregate Lending Data*	
	#	% of Total**	% of Businesses***	% BANK Loans****	\$100,000 or less	>\$100,000 to \$250,000	>\$250,000 to \$1,000,000	All	Rev\$ 1 Million or Less
<b>Full Review:</b>									
Lexington MSA 30460	58	10.72	64.23	93.10	50.00	22.41	27.59	0	0
Louisville MSA 31140	416	76.89	63.26	87.50	53.61	23.56	22.84	0	0
<b>Limited Review:</b>									
Bowling Green MSA 14540	7	1.29	57.40	42.86	42.86	28.57	28.57	0	0
Cincinnati MSA 17140	14	2.59	62.65	85.71	28.57	35.71	35.71	0	0
Elizabethtown MSA 21060	12	2.22	58.99	83.33	66.67	16.67	16.67	0	0
Franklin Co 99999	7	1.29	56.58	71.43	0.00	71.43	28.57	0	0
Owensboro MSA 36980	27	4.99	56.85	88.89	59.26	18.52	22.22	0	0

\* Based on

\*\* Small loans to businesses originated and purchased in the MA/AA as a percentage of all small loans to businesses originated and purchased in the rated area.

\*\*\* Businesses with revenues of \$1 million or less as a percentage of all businesses (Source D&B - 2007).

\*\*\*\* Small loans to businesses with revenues of \$1 million or less as a percentage of all loans reported as small loans to businesses. No information was available for 2.03% of small loans to businesses originated and purchased by the bank.

**Table 12b. Borrower Distribution of Small Loans to Farms**

Borrower Distribution: SMALL LOANS TO FARMS					Geography: REPUBLIC BANK 2007			Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007	
MA/Assessment Area:	Total Small Loans to Farms		Farms With Revenues of \$1 million or less		Loans by Original Amount Regardless of Farm Size			Aggregate Lending Data*	
	#	% of Total**	% of Farms***	% BANK Loans****	\$100,000 or less	>\$100,000 to \$250,000	>\$250,000 to \$1,000,000	All	Rev\$ 1 Million or Less
<b>Full Review:</b>									
Lexington MSA 30460	0	0.00	95.15	0.00	0.00	0.00	0.00	0	0
Louisville MSA 31140	1	100.00	97.18	100.00	0.00	0.00	100.00	0	0
<b>Limited Review:</b>									
Bowling Green MSA 14540	0	0.00	97.73	0.00	0.00	0.00	0.00	0	0
Cincinnati MSA 17140	0	0.00	96.52	0.00	0.00	0.00	0.00	0	0
Elizabethtown MSA 21060	0	0.00	98.19	0.00	0.00	0.00	0.00	0	0
Franklin Co 99999	0	0.00	94.55	0.00	0.00	0.00	0.00	0	0
Owensboro MSA 36980	0	0.00	98.84	0.00	0.00	0.00	0.00	0	0

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\* Based on

\*\* Small loans to farms originated and purchased in the MA/AA as a percentage of all small loans to farms originated and purchased in the rated area.

\*\*\* Farms with revenues of \$1 million or less as a percentage of all farms (Source D&B - 2007).

\*\*\*\* Small loans to farms with revenues of \$1 million or less as a percentage of all loans reported as small loans to farms. No information was available for 0.00% of small loans to farms originated and purchased by the bank.

**Table 14b. Qualified Investments**

QUALIFIED INVESTMENTS			Geography: REPUBLIC BANK 2006 & 2007		Evaluation Period: JANUARY 1, 2006 TO DECEMBER 31, 2007				
MA/Assessment Area:	Prior Period Investments'		Current Period Investments		Total Investments			Unfunded Commitments''	
	#	\$(000's)	#	\$(000's)	#	\$(000's)	% of Total	#	\$(000's)
<b>Full Review:</b>									
Lexington MSA 30460	4	2,732	17	583	21	3,315	17.84	0	0
Louisville MSA 31140	4	3,678	77	9,582	81	13,260	71.37	0	0
<b>Limited Review:</b>									
Bowling Green MSA 14540	0	0	5	1,002	5	1,002	5.39	1	150
Cincinnati MSA 17140	0	0	3	1	3	1	0.01	0	0
Elizabethtown MSA 21060	0	0	1	1	1	1	0.01	0	0
Franklin Co 99999	0	0	1	1	1	1	0.01	0	0
Owensboro MSA 36980	0	0	1	1,000	1	1,000	5.38	0	0

'Prior Period Investments' means investments made in a previous period that are outstanding as of the examination date.

'' Unfunded Commitments' means legally binding investment commitments that are tracked and recorded by the institution's financial reporting system.

**Table 15b. Distribution of Branch Delivery System and Branch Openings/Closings**

DISTRIBUTION OF BRANCH DELIVERY SYSTEM AND BRANCH OPENINGS/CLOSINGS																	
Geography: REPUBLIC BANK 2007																	
Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007																	
MA/Assessment Area:	Deposits	Branches						Branch Openings/Closings						Population			
	% of Rated Area Deposits in AA	# of BANK Branches	% of Rated Area Branches in AA	Location of Branches by Income of Geographies (%)				# of Branch Openings	# of Branch Closings	Net change in Location of Branches (+ or -)				% of Population within Each Geography			
				Low	Mod	Mid	Upp			Low	Mod	Mid	Upp	Low	Mod	Mid	Upp
Full Review:																	
Lexington MSA 30460	10.01	6	16.22	0.00	0.00	66.67	33.33	0	0	0	0	0	0	9.99	19.02	39.36	31.49
Louisville MSA 31140	76.40	23	62.16	8.70	13.04	30.43	47.83	2	1	0	0	0	1	4.50	20.40	44.18	30.92
Limited Review:																	
Bowling Green MSA 14540	3.18	1	2.70	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	18.05	54.35	27.60
Cincinnati MSA 17140	0.48	2	5.41	0.00	0.00	50.00	50.00	1	0	0	0	1	0	6.56	19.92	59.42	14.10
Elizabethtown MSA 21060	3.08	1	2.70	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	11.74	75.28	12.98
Franklin Co 99999	2.41	2	5.41	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	0.00	5.92	94.08
Owensboro MSA 36980	4.43	2	5.41	0.00	0.00	0.00	100.00	0	0	0	0	0	0	0.00	16.43	60.78	22.79



### Distribution of Branch and ATM Delivery System

DISTRIBUTION OF BRANCH and ATM DELIVERY SYSTEM      Geography: REPUBLIC BANK 2007      Evaluation Period: JANUARY 1, 2007 TO DECEMBER 31, 2007																	
MA/Assessment Area:	Deposits	Branches						ATMs						Population			
	% of Total Bank Deposits	# of BANK Branches	% of Total Bank Branches	Location of Branches by Income of Geographies (%)				# of Bank ATMs	# of Total Bank ATMs	Location of ATMs by Income of Geographies				% of Population within Each Geography			
				Low	Mod	Mid	Upp			Low	Mod	Mid	Upp	Low	Mod	Mid	Upp
Full Review:																	
Lexington MSA 30460	10.01	6	16.22	0	0	67	33	6	10.00	0	0	4	2	9.99	19.02	39.36	31.49
Louisville MSA 31140	76.40	23	62.16	9	13	30	48	43	71.67	6	8	12	17	4.50	20.40	44.18	30.92
Limited Review:																	
Bowling Green MSA 14540	3.18	1	2.70	0	0	0	100	1	1.67	0	0	0	1	0.00	18.05	54.35	27.60
Cincinnati MSA 17140	0.48	2	5.41	0	0	50	50	3	5.00	0	0	2	1	6.56	19.92	59.42	14.10
Elizabethtown MSA 21060	3.08	1	2.70	0	0	0	100	3	5.00	0	0	0	3	0.00	11.74	75.28	12.98
Franklin Co 99999	2.41	2	5.41	0	0	0	100	2	3.33	0	0	0	2	0.00	0.00	5.92	94.08
Owensboro MSA 36980	4.43	2	5.41	0	0	0	100	2	3.33	0	0	0	2	0.00	16.43	60.78	22.79

### Bowling Green MSA 14540

Demographic Information for Limited Scope Area: Bowling Green MSA 14540						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	19	0.00	21.05	57.89	21.05	0.00
Population by Geography	92,522	0.00	18.05	54.35	27.60	0.00
Owner-Occupied Housing by Geography	22,643	0.00	9.66	54.60	35.74	0.00
Business by Geography	7,798	0.00	21.93	53.15	24.92	0.00
Farms by Geography	308	0.00	5.84	59.09	35.06	0.00
Family Distribution by Income Level	23,726	19.59	16.71	20.88	42.83	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	8,611	0.00	25.91	54.95	19.14	0.00
Median Family Income		43,019	Median Housing Value		95,965	
HUD Adjusted Median Family Income for 2007		52,100	Unemployment Rate (2000 US		3.11%	
Households Below Poverty Level		16%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

# **Owensboro MSA 36980**

Demographic Information for Limited Scope Area: Owensboro MSA 36980						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	23	0.00	17.39	56.52	26.09	0.00
Population by Geography	91,545	0.00	16.43	60.78	22.79	0.00
Owner-Occupied Housing by Geography	25,333	0.00	12.09	62.07	25.84	0.00
Business by Geography	6,394	0.00	23.65	55.29	21.07	0.00
Farms by Geography	346	0.00	3.47	76.59	19.94	0.00
Family Distribution by Income Level	25,016	18.70	17.31	23.07	40.92	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	9,007	0.00	26.11	59.69	14.20	0.00
Median Family Income		43,999	Median Housing Value		79,835	
HUD Adjusted Median Family Income for 2007		50,200	Unemployment Rate (2000 US		2.87%	
Households Below Poverty Level		13%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

# **Louisville MSA 31140**

Demographic Information for Full Scope Area: Louisville MSA 31140						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	235	5.96	26.81	39.15	28.09	0.00
Population by Geography	1,001,650	4.50	20.40	44.18	30.92	0.00
Owner-Occupied Housing by Geography	273,719	1.95	15.94	47.20	34.91	0.00
Business by Geography	77,169	3.93	22.24	35.71	38.12	0.00
Farms by Geography	1,913	1.31	10.61	44.59	43.49	0.00
Family Distribution by Income Level	269,341	19.61	17.60	22.35	40.43	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	100,242	8.87	30.00	45.32	15.81	0.00
Median Family Income		49,301	Median Housing Value		109,020	
HUD Adjusted Median Family Income for 2007		57,500	Unemployment Rate (2000 US		2.38%	
Households Below Poverty Level		11%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

## Lexington MSA 30460

Demographic Information for Full Scope Area: Lexington MSA 30460						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	68	13.24	19.12	39.71	26.47	1.47
Population by Geography	293,573	9.99	19.02	39.36	31.49	0.15
Owner-Occupied Housing by Geography	68,364	3.92	15.32	42.49	38.28	0.00
Business by Geography	24,678	14.03	15.99	34.59	35.12	0.27
Farms by Geography	990	5.96	9.39	37.17	47.47	0.00
Family Distribution by Income Level	72,689	20.23	16.69	21.35	41.74	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	26,836	12.93	28.67	41.06	17.34	0.00
Median Family Income		51,365	Median Housing Value		115,830	
HUD Adjusted Median Family Income for 2007		59,800	Unemployment Rate (2000 US		2.91%	
Households Below Poverty Level		13%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

**Franklin Co 99999**

Demographic Information for Limited Scope Area: Franklin Co 99999						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	10	0.00	0.00	10.00	90.00	0.00
Population by Geography	47,687	0.00	0.00	5.92	94.08	0.00
Owner-Occupied Housing by Geography	12,900	0.00	0.00	4.53	95.47	0.00
Business by Geography	4,072	0.00	0.00	5.11	94.89	0.00
Farms by Geography	110	0.00	0.00	3.64	96.36	0.00
Family Distribution by Income Level	12,831	10.71	10.33	15.20	63.77	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	2,699	0.00	0.00	12.56	87.44	0.00
Median Family Income		32,884	Median Housing Value		91,179	
HUD Adjusted Median Family Income for 2007		39,100	Unemployment Rate (2000 US		3.27%	
Households Below Poverty Level		12%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

# **Elizabethtown MSA 21060**

Demographic Information for Limited Scope Area: Elizabethtown MSA 21060						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	19	0.00	10.53	78.95	10.53	0.00
Population by Geography	94,174	0.00	11.74	75.28	12.98	0.00
Owner-Occupied Housing by Geography	23,075	0.00	1.64	82.63	15.74	0.00
Business by Geography	6,786	0.00	6.57	76.29	17.14	0.00
Farms by Geography	332	0.00	1.51	78.61	19.88	0.00
Family Distribution by Income Level	25,577	18.06	18.48	23.03	40.43	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	9,347	0.00	12.96	76.93	10.11	0.00
Median Family Income		42,911	Median Housing Value		82,449	
HUD Adjusted Median Family Income for 2007		50,600	Unemployment Rate (2000 US		2.58%	
Households Below Poverty Level		10%	Census)			

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI

**Cincinnati MSA 17140**

Demographic Information for Limited Scope Area: Cincinnati MSA 17140						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts/BNAs)	41	9.76	24.39	56.10	9.76	0.00
Population by Geography	151,464	6.56	19.92	59.42	14.10	0.00
Owner-Occupied Housing by Geography	39,442	3.51	17.97	62.63	15.89	0.00
Business by Geography	9,086	5.45	15.36	67.80	11.39	0.00
Farms by Geography	201	2.49	10.45	78.61	8.46	0.00
Family Distribution by Income Level	39,457	19.00	19.61	25.22	36.16	0.00
Distribution of Low and Moderate Income Families throughout AA Geographies	15,237	11.36	28.19	53.30	7.15	0.00
Median Family Income HUD Adjusted Median Family Income for 2007 Households Below Poverty Level		54,771 63,600 9%	Median Housing Value Unemployment Rate (2000 US Census)		107,362 1.85%	

(\*) The NA category consists of geographies that have not been assigned an income classification.

Source: 2000 US Census and 2007 HUD updated MFI